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BEFORE THE ARIZONA CORPORATION COMMISSION

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COMMISSIONERS

KRISTIN K. MAYES, Chairman 2009 JAN 12 P 3: 06
GARY PIERCE
PAUL NEWMAN
SANDRA D. KENNEDY
BOB STUMP

AZ CORP COMMISSION
DOCKET CONTROL

IN THE MATTER OF THE APPLICATION OF
ARIZONA WATER COMPANY, AN ARIZONA
CORPORATION, TO EXEND ITS EXISTING
CERTIFICATE OF CONVENIENCE AND
NECESSITY IN THE CITY OF CASA GRANDE
AND IN PINAL COUNTY, ARIZONA.

Docket No. W-01445A-06-0199

IN THE MATTER OF THE APPLICATION OF
PALO VERDE UTILITIES COMPANY FOR AN
EXTENSION OF ITS EXISTING CERTIFICATE
OF CONVENIENCE AND NECESSITY.

Docket No. SW-03575A-05-0926

IN THE MATTER OF THE APPLICATION OF
SANTA CRUZ WATER COMPANY FOR AN
EXTENSION OF ITS EXISTING CERTIFICATE
OF CONVENIENCE AND NECESSITY.

Docket No. W-03576A-05-0926

IN THE MATTER OF THE APPLICATION OF
PALO VERDE UTILITIES COMPANY FOR AN
EXTENSION FO ITS EXISTING CERTIFICATE
OF CONVENIENCE AND NECESSITY.

Docket No. SW-03575A-07-0300

IN THE MATTER OF THE APPLICATION OF
SANTA CRUZ WATER COMPANY FOR AN
EXTENSION OF ITS EXISTING CERTIFICATE
OF CONVENIENCE AND NECESSITY.

Docket No. W-03576A-07-0300

ARIZONA WATER COMPANY, AN ARIZONA
CORPORATION,

Docket No. W-01445A-06-0200

Docket No. SW-20445A-06-0200

Docket No. W-20446A-06-0200

Docket No. W-03576A-06-0200

Docket No. SW-03575A-06-0200

COMPLAINANT,
VS.

GLOBAL WATER RESOURCES, LLC, A
FOREIGN LIMITED LIABILITY COMPANY;
GLOBAL WATER RESOURCES, INC., A
DELAWARE CORPORATION; GLOBAL
WATER MANAGEMENT, LLC, A FOREIGN

NOTICE OF FILING TESTIMONY

Arizona Corporation Commission

DOCKETED

JAN 12 2009

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LIMITED LIABILITY COMPANY; SANTA CRUZ WATER COMPANY, LLC, AN ARIZONA LIMITED LIABILITY CORPORATION; PALO VERDE UTILITIES COMPANY, LLC, AN ARIZONA LIMITED LIABILITY CORPORATION; GLOBAL WATER – PALO VERDE UTILITIES COMPANY, AN ARIZONA CORPORATION; JOHN AND JANE DOES I-20; ABC ENTITIES I-XX,

RESPONDENTS.

IN THE MATTER OF THE JOINT APPLICATION OF CP WATER COMPANY AND FRANCISCO GRANDE UTILITIES COMPANY TO TRANSFER THEIR CERTIFICATES OF CONVENIENCE AND NECESSITY AND ASSETS TO PALO VERDE UTILITIES COMPANY AND SANTA CRUZ WATER COMPANY.

Docket No. WS-01775A-07-0485
Docket No. SW-03575A-07-0485
Docket No. W-02442A-07-0485
Docket No. W-03576A-07-0485

NOTICE OF FILING TESTIMONY

Global Water – Santa Cruz Water Company (“Santa Cruz”), Global Water – Palo Verde Utilities (“Palo Verde”), CP Water Company and Francisco Grande Utilities Company (collectively, “Global Utilities”) hereby file the Initial Testimony of Graham Symmonds in the above-mentioned docket.

RESPECTFULLY SUBMITTED this 10th day of January, 2009.

ROSHKA DEWULF & PATTEN, PLC

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1 **BEFORE THE ARIZONA CORPORATION COMMISSION**

2
3 **COMMISSIONERS**

4 KRISTIN K. MAYES, Chairman
5 GARY PIERCE
6 PAUL NEWMAN
7 SANDRA D. KENNEDY
8 BOB STUMP

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10 ARIZONA WATER COMPANY, AN ARIZONA
11 CORPORATION, TO EXEND ITS EXISTING
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14 AND IN PINAL COUNTY, ARIZONA

Docket No. W-01445A-06-0199

15 IN THE MATTER OF THE APPLICATION OF
16 PALO VERDE UTILITIES COMPANY FOR AN
17 EXTENSION OF ITS EXISTING CERTIFICATE
18 OF CONVENIENCE AND NECESSITY.

Docket No. SW-03575A-05-0926

19 IN THE MATTER OF THE APPLICATION OF
20 SANTA CRUZ WATER COMPANY FOR AN
21 EXTENSION OF ITS EXISTING CERTIFICATE
22 OF CONVENIENCE AND NECESSITY.

Docket No. W-03576A-05-0926

23 IN THE MATTER OF THE APPLICATION OF
24 PALO VERDE UTILTIES COMPANY FOR AN
25 EXTENSION FO ITS EXISTING CERTIFICATE
26 OF CONVENIENCE AND NECESSITY.

Docket No. SW-03575A-07-0300

27 IN THE MATTER OF THE APPLICATION OF
28 SANTA CRUZ WATER COMPANY FOR AN
29 EXTENSION OF ITS EXISTING CERTIFICATE
30 OF CONVENIENCE AND NECESSITY.

Docket No. W-03576A-07-0300

31 ARIZONA WATER COMPANY, AN ARIZONA
32 CORPORATION,

Docket No. W-01445A-06-0200

Docket No. SW-20445A-06-0200

33 COMPLAINANT,

Docket No. W-20446A-06-0200

Docket No. W-03576A-06-0200

Docket No. SW-03575A-06-0200

34 VS.

35 GLOBAL WATER RESOURCES, LLC, A
36 FOREIGN LIMITED LIABILITY COMPANY;
37 GLOBAL WATER RESOURCES, INC., A
38 DELAWARE CORPORATION; GLOBAL
39 WATER MANAGEMENT, LLC, A FOREIGN

**INITIAL TESTIMONY OF
 GRAHAM SYMMONDS
IN SUPPORT OF SETTLEMENT
 AGREEMENT**

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LIMITED LIABILITY COMPANY; SANTA
CRUZ WATER COMPANY, LLC, AN
ARIZONA LIMITED LIABILITY
CORPORATION; PALO VERDE UTILITIES
COMPANY, LLC, AN ARIZONA LIMITED
LIABILITY CORPORATION; GLOBAL WATER
– PALO VERDE UTILITIES COMPANY, AN
ARIZONA CORPORATION; JOHN AND JANE
DOES I-20; ABC ENTITIES I-XX,

RESPONDENTS.

IN THE MATTER OF THE JOINT
APPLICATION OF CP WATER COMPANY
AND FRANCISCO GRANDE UTILITIES
COMPANY TO TRANSFER THEIR
CERTIFICATES OF CONVENIENCE AND
NECESSITY AND ASSETS TO PALO VERDE
UTILITIES COMPANY AND SANTA CRUZ
WATER COMPANY.

Docket No. WS-01775A-07-0485
Docket No. SW-03575A-07-0485
Docket No. W-02442A-07-0485
Docket No. W-03576A-07-0485

INITIAL TESTIMONY OF
GRAHAM SYMMONDS
IN SUPPORT OF SETTLEMENT AGREEMENT

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1 **I. Introduction.**

2
3 **Q. Please state your name and business address.**

4 A. My name is Graham Symmonds. My business address is 21410 North 19th Avenue, Suite
5 201, Phoenix, Arizona 85027.
6

7 **Q. By whom are you employed and what is your position?**

8 A. I am Senior Vice President and Chief Technical Officer for Global Water Management,
9 LLC ("Global Management"). As such, I provide services to Global Water – Santa Cruz
10 Water Company ("Santa Cruz"), Global Water – Palo Verde Water Company ("Palo
11 Verde"), Francisco Grande Utilities Company ("Francisco Grande") and CP Water
12 Company ("CP")(collectively, the "Global Utilities"), and the other regulated utilities
13 owned by Global.
14

15 **Q. Please describe your education, background and experience.**

16 A. I graduated from the University of Toronto with a Bachelors of Applied Science in
17 Mechanical Engineering in 1985. I then joined the Canadian Navy in 1986, where I
18 pursued post-graduate studies at the Royal Naval Engineering College in Plymouth,
19 England. I served as the Deputy Engineering Officer in HMCS Annapolis from 1989
20 through 1991. Subsequent to that assignment, I became the Equipment Health Monitoring
21 Officer for the Naval Engineering Unit Pacific, where I was responsible for condition-
22 based maintenance assessments for all equipment used in west coast ships, as well as
23 performing pre- and post-refit trials.
24

25 In 1995, I left the Canadian Navy and became a partner and Director of Operations for Hill,
26 Murray & Associates, a design-build firm specializing in water reclamation facilities. In
27 2001, I joined Algonquin Water Resources of America as Director of Operations,

1 responsible for the day-to-day operation of its utilities, including regulatory filings, growth
2 management, plant operations and capital project planning and execution. Finally, I joined
3 Global Water Resources as a Senior Vice President of Operations and Compliance in 2003.
4 I have been in the water, wastewater, and recycled water service business for over 12 years.
5

6 **Q. What topics will your testimony address?**

7 **A.** I will address the following topics:

- 8 • Why the settlement agreement should be approved
- 9 • Support for the Global Utilities' Amended Certificate Application
- 10 • Requests for service
- 11 • Water conservation measures

12
13 **Q. Are you the only witness filing testimony?**

14 **A.** I am the only witness filing testimony for the Global Utilities. I understand that Arizona
15 Water Company ("Arizona Water") is also filing testimony in support of the settlement
16 agreement and its amended certificate requests.
17

18 **Q. Please summarize your testimony.**

19 **A.** I will describe the background to the settlement agreement. I will then review the
20 provisions concerning planning areas and certificate extensions. I will explain one of the
21 extraordinary benefits of the agreement – how it promotes the use of recycled water. I will
22 also review the benefits of ending this dispute, and the overall public benefits of the
23 settlement agreement. I also address issues concerning requests for service, and I answer
24 the questions posed in the last procedural order.
25
26
27

1 **II. Settlement Agreement.**

2
3 **A. *Background.***

4
5 **Q. Please provide some background on the settlement agreement.**

6 A. In 2005, the Global Utilities filed a certificate application to provide water, wastewater and
7 recycled water service for the areas that they are still requesting today.¹ In 2006, Arizona
8 Water filed a competing certificate application for water service in those areas, as well as
9 additional areas. At the same time, Arizona Water also filed a complaint against the
10 Global Utilities. From that time forward, the contested certificate case and the complaint
11 case were vigorously litigated by the Global Utilities and Arizona Water. The parties filed
12 numerous motions. Extensive discovery was conducted. The parties filed testimony on
13 several occasions, although neither the contested certificate case nor the complaint case
14 went to hearing.

15
16 Both parties viewed these cases as important to their futures. As a result, substantial
17 resources were devoted to the dispute, including extensive attention and participation by
18 the senior management of both Arizona Water and the Global Utilities.

19
20 The battle between Arizona Water and the Global Utilities raged for more than 600 days.
21 At that point, the parties still faced a lengthy and expensive hearing, briefing, argument
22 before the Commission, and possible appeals. The delays and uncertainty were also
23 creating difficulties for the development community. And, no one could say when the
24 dispute would be finally resolved. The parties realized that the best way forward was to
25 reach a settlement they both could live with.

26
27 ¹ Docket Nos. SW-03575A-05-0926 and W-03576A-05-0926.

1 **Q. Please describe the settlement negotiations.**

2 A. I understand that the negotiations were difficult at times. Negotiations took several
3 months. Each aspect of the settlement was the subject of extensive discussion. Only after
4 this lengthy and intense process were the parties able to reach a settlement.
5

6 **Q. Was Staff involved in the settlement process?**

7 A. No. Staff was invited at the onset of the settlement process, but they indicated they did not
8 want to participate in the settlement discussions. Arizona Water and the Global Utilities
9 did brief Staff regarding the anticipated settlement terms before the settlement was
10 finalized. Once the settlement agreement was signed, it was filed with the Commission on
11 May 16, 2008.
12

13 **Q. Please describe the settlement agreement.**

14 A. The settlement agreement contains a number of provisions. The settlement includes
15 planning areas for each settling party. The settlement also contemplates that each settling
16 party will receive a specified certificate extension within their planning area. The
17 settlement also includes groundbreaking provisions for increased cooperation and
18 collaboration between Arizona Water and the Global Utilities, particularly in the area of
19 facilitating the use of recycled water in the Arizona Water extension areas. In addition, if
20 the settlement is approved, Arizona Water's complaint will be dismissed. And approval of
21 the settlement agreement will end this lengthy dispute that has consumed the resources of
22 the Global Utilities, Arizona Water, and the Staff as well.
23
24
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27

B. Planning Areas.

Q. Please discuss the proposed planning areas.

A. The planning areas are shown on Exhibit B to the Settlement Agreement. The Global Utilities' planning area includes areas near the existing service areas the Global Utilities, including:

- the Maricopa area,
- the Southwest Service Area (southwest of Maricopa and the Ak-Chin Indian Community),
- the Francisco Grande area, and
- the area between Francisco Grande and Maricopa.

Arizona Water's planning area includes areas adjacent to its existing Casa Grande, Stanfield, Coolidge and Arizona City service areas.

Q. Is a planning area equivalent to a certificate area?

A. No. A planning area is, as the name suggests, an area where each utility will focus its future planning efforts. Commission approval of the planning areas will not grant any exclusive rights.

Q. So other utilities will not be impacted by approval of the planning areas?

A. Correct, it will only delineate between Global Utilities' and Arizona Water's planning areas.

Q. Would the Commission be obligated to grant future certificates in the planning areas?

A. No. The planning areas do not create a right to a future certificate. They are not like "Orders Preliminary." The Commission is free to evaluate future certificate applications

1 within the planning areas as it would applications in any other area. That includes
2 applications by utilities not affiliated with the settling parties.
3

4 **Q. What are the benefits of the planning areas?**

5 A. There are two main benefits. First, the planning areas will avoid future certificate disputes
6 between Arizona Water and the Global Utilities in this area. The un-certificated areas
7 largely lie in between the existing certificates of Arizona Water and the Global Utilities.
8 This geography naturally leads to rivalry and disputes over the in-between areas. Absent
9 approval of the settlement agreement (including the planning areas) future disputes
10 between Arizona Water and the Global Utilities are a distinct possibility. But under the
11 settlement, Arizona Water and the Global Utilities agree to stay out of each other's
12 planning areas. (Settlement Agreement, Section 6.e). So the settlement agreement not
13 only resolves the current dispute, it eliminates likely future disputes as well. Both settling
14 parties are in the business of providing quality utility services to their customers; they are
15 not in the litigation business. By resolving the current dispute, as well as likely future
16 disputes, the planning areas allow the settling parties to focus on their business – serving
17 the public.
18

19 Second, the planning areas allow the settling parties to create regional plans for these areas.
20 Rather than planning piecemeal systems as each development requests service, the settling
21 parties can create regional plans to provide service to the planning areas. This will allow
22 them to plan the most efficient locations to place mains, treatment plants, and the like. For
23 example, the settling parties will be able to design future mains to take maximum
24 advantage of gravity flows. They will be able to locate treatment plants in the best
25 locations. Crucially, they will be able to size facilities on a regional basis, allowing them
26 to capture economies of scale.
27

1 **Q. How does this relate to water conservation?**

2 A. It is very difficult to pursue effective water conservation on a small scale. Projects such as
3 Water Reclamation Facilities (which treat wastewater and produce recycled water) and
4 surface water plants (such as Arizona Water's planned plant) require economies of scale to
5 make economic sense. Such projects make the most sense when built on a regional basis,
6 following a regional plan. This is why the settling parties included the following language
7 in the settlement agreement: "The Parties' planning areas lie within an Active
8 Management Area that has limited access to surface water with projected continued record
9 growth. The resulting demands on water resources require the Concurring Water Utilities
10 to engage in long-term water resource and service planning...."²

11
12 **Q. Please compare the planning areas to the proposals in the October 25, 2006 Staff**
13 **Report.**

14 A. In the Staff Report filed on October 25, 2006, Staff provided three options for resolving the
15 certificate disputes. Staff reiterated its support for these three options in its Supplemental
16 Staff Report dated December 26, 2006. Staff did not express a clear preference between
17 the three options.

18
19 Staff's first option was to grant each utility only the areas for which they had requests for
20 service. This option would grant the Global Utilities more area than they would receive
21 under the settlement agreement. Under the settlement, the Global Utilities have agreed to
22 not seek a water certificate for the (formerly) disputed extension areas within the proposed
23 Arizona Water planning area.

24
25
26
27 ² Settlement Agreement at 2-3 (Recital D).

1 The second option would grant Arizona Water a certificate for certain areas contiguous to
2 Arizona Water's current certificate areas, while granting the Global Utilities the remaining
3 areas for which they have requests for service. The proposed planning areas are somewhat
4 similar to this concept, in that Arizona Water's planning area extends out from its existing
5 certificate area.

6
7 Staff's third option would use Korston Road as a dividing line between Arizona Water and
8 Santa Cruz. This option was influential in developing the planning areas. The proposed
9 planning area does generally follow Korston Road, except for three sections directly to the
10 north of that road that the Global Utilities have agreed to concede to Arizona Water. In
11 addition, the planning areas recognize that in 2006, Global Water, Inc. acquired the stock
12 of Francisco Grande Utilities Company and CP Water Company. Francisco Grande's
13 certificate lies to the south of Korston Road (as does a small part of CP's certificate). As
14 part of the settlement, Arizona Water is supporting the transfer of the Francisco Grande
15 and CP certificates to Palo Verde and Santa Cruz. The settling parties believe that it is
16 reasonable to recognize these existing certificate areas, and to allow their transfer to
17 affiliated entities who are existing, operating utilities.

18
19 **C. Certificate Extensions.**

- 20
21 **Q. How does the settlement agreement impact the Global Utilities' certificate extensions?**
22 **A.** Under the settlement agreement, Santa Cruz agreed to withdraw its water certificate
23 extension request for areas within Arizona Water's planning area. On July 14, 2008, the
24 Global Utilities filed an amended certificate application that represents their current
25 extension request. On October 31, 2008, the Global Utilities filed a Notice of Errata to the
26 Amended Application. I incorporate the Amended Application and Notice of Errata in this
27

1 testimony by reference. I request the Commission grant the areas described in those
2 documents to the Global Utilities.

3
4 **Q. What about Arizona Water's certificate extension?**

5 A. Arizona Water also filed an Amended Application consistent with the settlement
6 agreement. Under the settlement agreement, the Global Utilities have agreed to support
7 Arizona Water's amended extension request.

8
9 **D. Recycled Water.**

10
11 **Q. Please explain the term "Overlap Areas"?**

12 A. The settlement agreement uses that term to refer to the areas within Arizona Water's
13 planning area where Palo Verde is requesting a certificate extension to provide wastewater
14 service.³

15
16 **Q. What does the settlement agreement say about service in the Overlap Areas?**

17 A. Section 7.b of the settlement agreement requires the Global Utilities and Arizona Water to
18 "work cooperatively" in the Overlap Areas. The Global Utilities have long believed that
19 "integrated" water and wastewater utilities provide many advantages. The settling parties
20 will attempt to capture as many of these advantages as possible by working closely together
21 in the Overlap Areas.

22
23 Section 8 of the settlement agreement requires the regional managers of each party to meet
24 "to exchange information and coordinate the provision of service in the Overlap Areas."
25 These meetings have already started.

26
27 ³ Settlement Agreement at 2 (Recital C.2)

1 **Q. What about recycled water?**

2 A. Under the Settlement Agreement, the Global Utilities have agreed to sell recycled water to
3 Arizona Water.⁴ The recycled water would come from treatment of wastewater from the
4 Overlap Areas. Arizona Water would then sell the recycled water to end-users, such as
5 Homeowner's Associations or golf courses. The end-users would then use the recycled
6 water for irrigation, or for other allowable purposes, such as certain industrial processes.

7
8 The settling parties agree that "expanded use of reclaimed water" in the Overlap Areas
9 "will reduce reliance on other water sources and on the Central Arizona Groundwater
10 Conservation District."⁵

11
12 In the past the Global Utilities have been very critical of Arizona Water's record on
13 recycled water. So I want to note that I think that this is a very positive and progressive
14 step by Arizona Water.

15
16 **E. Resolution of Dispute.**

17
18 **Q. What are the other advantages of the settlement agreement?**

19 A. A significant advantage is that it allows both parties to redirect resources from litigation
20 and back to running their businesses. I have already described the time, effort, and money
21 spent in this fight. Those resources are better spent on serving our customers and
22 addressing important water resource issues facing Arizona.

23
24
25
26

⁴ Settlement Agreement, Section 7.A.

27 ⁵ Settlement Agreement at 2 (Recital C.2).

1 Likewise, in these difficult times, the Commission has limited resources, and it need not
2 spend those resources on resolving the disputes between the Global Utilities and Arizona
3 Water. The settlement agreement, if approved, allows everyone to put this dispute behind
4 them.

5
6 ***F. Public Benefits of the Settlement Agreement.***

7
8 **Q. Could you provide a summary of the public benefits of the Settlement Agreement?**

9 A. The Settlement Agreement provides benefits to both the Global Utilities and Arizona
10 Water. However, as I have described, many of the terms of the Settlement Agreement also
11 provide public benefits.

12
13 First, the provisions for cooperation between Arizona Water and the Global Utilities to
14 facilitate the use of recycled water in the Arizona Water service areas will help reduce the
15 use of groundwater. This serves the Commission's oft-stated desire to maximize the use of
16 recycled water for non-potable uses.

17
18 Second, the planning areas will facilitate regional planning, including long-term water
19 resource management. Such planning will help the companies efficiently meet anticipated
20 growth while promoting the conservation of groundwater.

21
22 Third, if the settlement is approved, Arizona Water's complaint will be dismissed. That
23 dismissal will free up substantial Commission resources that would have been necessary to
24 resolve that dispute. Moreover, the planning areas will likely avoid future disputes
25 between the Global Utilities and Arizona Water.

1 Given the significant public benefits arising from the settlement agreement, the Settlement
2 Agreement is in the public interest and should be approved.

3
4 **III. Requests for service.**

5
6 **Q. What progress has been made in obtaining additional requests for service?**

7 A. At the onset, I should note that the Global Utilities provided a request for service for each
8 and every acre they requested at the time they filed their original certificate requests.
9 Those requests were obtained consistent with past Commission practice, and there is no
10 reason that they should no longer be valid. However, Staff has requested that the Global
11 Utilities attempt to obtain a new, second request for service for our requested extension
12 area. For the Palo Verde / Santa Cruz joint extension areas, we have been able to obtain
13 this second request letter for 75% of the land area. However, for the Palo Verde-only
14 extension areas (i.e. the areas within the Arizona Water planning area), we have been less
15 successful, and we not yet been able to obtain any second requests. Further detail is
16 provided on Attachment GSS-1, which shows the request status for each development
17 within our requested extension areas. The second request letters we have received so far
18 are included as Attachment GSS-2.

19
20 **Q. Why do the Global Utilities believe Staff has requested these second request letters?**

21 A. The Global Utilities understand that one of the concerns Staff has expressed in the past is
22 that the land may have a new owner who is not aware of the first request. To address this
23 concern, in addition to asking for a second letter, we also researched the current ownership
24 of all these properties through Pinal County public records. The properties that remain
25 under the same ownership are shaded on Attachment GSS-1. As you can see, quite a few
26 properties remain in the same hands, especially in the Palo Verde / Santa Cruz joint
27 extension areas.

1
2 In addition, we have also shown which properties have recorded ICFA agreements. When
3 a landowner signs an ICFA agreement, we record the agreement with the Pinal County
4 Recorder's office. Any new owner is then on notice of the ICFA. And the ICFA includes
5 a provision requiring the Global Utilities to seek a certificate extension for the area covered
6 by the ICFA. So it is reasonable to assume that new owners are aware of the requested
7 certificate extension. As shown on Attachment GSS-1, the vast majority of the extension
8 area is covered by an ICFA.
9

10 **Q. Should the Commission include properties without a second request for service?**

11 A. Yes. As we have stated, the landowners have requested service. The removal of these
12 properties eliminates them from the regional planning initiatives that are so important in
13 assuring our State's water resource conservation. Further, lack of response from those
14 landowners for updated requests is more likely a function of the economy and the overall
15 lack of progress on the original application than it is an explicit request to be removed from
16 the application.
17

18 **IV. ALJ Questions.**
19

20 **Q. The October 21, 2008 Procedural Order directed the parties to address certain issues.**
21 **Do you have information on those issues?**
22

23 A. Yes. Footnote 1 of that Procedural Order directed the parties to provide information on:
24 (1) the timing of various phases of development; (2) plans for golf courses; water features,
25 and lakes; and (3) plans regarding the use of recycled water for irrigation. I will address
26 each of these in turn.
27

1 **Q. What are the timelines for development in the area?**

2 A. The developments within this area are in various stages of the development process.
3 Several developers and/or landowners have moved forward as far as they can through the
4 regulatory process of obtaining zoning and preliminary plats without having an approved
5 source for water and wastewater services, that is, being included within a certificate area.
6 Others have revised their plans to accommodate the changes in the economy and reverted
7 back to farming the land for the immediate future. Moreover, it is fair to say that many
8 development plans appear to be in a state of flux just as are the economic conditions. But
9 delaying the certificates now may now may act to unduly delay some developments –
10 including the jobs and economic activity related to those developments.

11
12 Some developers and/or landowners, with hopes of a strengthening economy, anticipate
13 beginning the construction of homes by year end, 2011. This time frame would be
14 dependent on the Global Utilities' ability to have all regulatory approvals, including but not
15 limited to, the approval of this expansion and a Designation of Assured Water Supply.
16 Additionally, the developer and/or landowner time frame is dependent on their own ability
17 to move through the County and State regulatory approvals.

18
19 **Q. Do you have more specific information for any of the developments?**

20 A. Yes. We asked each developer to provide updated information in their second request
21 letter. Specific information for those developers can be found in Attachment GSS-2. For
22 example, several developments report that they have approved PAD zoning and approved
23 preliminary plat from Pinal County. (Anderson & Val Vista 6, LLC; Anderson & Miller
24 694, LLP; Anderson & Barnes 580, LLP). These entities need the Global Utilities'
25 certificate extensions to be approved before they can obtain final plat approval from Pinal
26 County. Other entities are not quite as far along. For example, Grande Valley Single
27 Family, LLC reports that is continuing to pursue rezoning and preliminary plat.

1 **Q. Can you describe the landowners land use plans?**

2 A. Each development has its own unique plans. Several entities report that they do not plan
3 any golf courses. (Anderson & Val Vista 6, LLC; Anderson & Miller 694, LLP; Anderson
4 & Barnes 580, LLP). Regardless of each developer's plans, there are certain minimum
5 standards we expect all developers to follow. We make this clear throughout the
6 development process, and these minimum standards are incorporated into our ICFA and
7 main extension agreements. By signing these agreements with the Global Utilities, the
8 landowners are committed to the following:

- 9 1. Construct, operate and maintain a Recycled Water Retention Structure for use as irrigation
10 supply throughout the common areas.
- 11 2. Submitting a recycled water master plan that as a minimum provides the following:
- 12 a. Acreage and percentage breakdown of total open space and turf, xeriscape and
13 retention structure areas, and approximate number of trees associated with the
14 landscaping plan;
- 15 b. Anticipated irrigation usage by month based on landscaping plan;
- 16 c. Anticipated recycled water production;
- 17 d. Table indicating recycled water production, anticipated irrigation demand and
18 resulting recycled water balance broken down by month;
- 19 e. Calculated Peak Hour and Peak Day irrigation demands; and
- 20 f. Design drawings showing Recycled Water Retention Structure general
21 arrangement, including plan, elevation and cross-section.
- 22 3. Adherence to our Code of Practice GWR-CP-EX-007 Irrigation and Land Use
23 Requirements⁶. Under this requirement, open areas in a development are to meet the
24 following:

25 _____
26 ⁶ Full version located at [http://www.gwresources.com/pdf/Irrigation_Land-Use-](http://www.gwresources.com/pdf/Irrigation_Land-Use-Requirements_May-07.pdf)
27 [Requirements_May-07.pdf](http://www.gwresources.com/pdf/Irrigation_Land-Use-Requirements_May-07.pdf)

- 1 a. Turf = 22% (21.44 acres in a typical 640 acre section)
- 2 b. Xeriscape = 75% (71.88 acres in a typical 640 acre section)
- 3 c. Retention Structure = 3% (2.67 acres in a typical 640 acre section)
- 4 d. Retention Structure Freeboard = 2 feet
- 5 4. To accept recycled water equivalent to the amount generated by their particular
- 6 development.

7
8 So, while the specific details of each development may be unknown at present, there are
9 sufficient explicit requirements that will require landowners to use recycled water and
10 conserve outdoor water use.

11
12 **Q. What about recycled water?**

13 A. As noted above, each developer is required to accept recycled water and to provide
14 recycled water retention basins. In addition, we require the instillation of recycled water
15 mains throughout new developments, to service (at a minimum) common areas, medians,
16 golf courses and other irrigation uses.

17
18 And in the Overlap Areas, we have agreed to provide recycled water to Arizona Water.
19 This is a historic first. We are not aware of any other water-only utility that is re-selling
20 recycled water.

21
22 **Q. Does this conclude your initial testimony?**

23 A. Yes.

24

25

26

27

GSS-1

Status of Request for Service letters for the SESA

Developer/Development

ICEA recorded

Status of
New RES

approximate
acres

approximate
units

acres
received

Santa Cruz/Palo Verde

1	Carranza Associates / Turner Dunn	yes	no reply	80	280	
2	Stanfield Estates / Turner Dunn	yes	no reply	95	334	
3	Dart Property / Terry Burton	yes	no reply	620	2,170	
4	Santa Cruz Land Co / Santa Cruz Ranch / Anderson Val Vista 6	yes	received	1,188	4,157	1,188
5	SCR, LLC / Scott Cole & Bryan Hartman	yes	received	674	2,359	674
6	JP Holdings LP / Solana Ranch North	yes	received	667	2,335	667
7	Anderson & Barnes 580 LLP / Solana Ranch south	yes	received	580	2,030	580
8	120 Townsend (Yount)	yes	received	200	700	200
9	NS120 (Yount)	yes	received	120	420	120
10	Montgomery 156 (Yount)	yes	received	156	546	156
11	CG 215 (Yount)	yes	received	215	753	215
12	Casa Grande Montgomery 240 (Yount)	yes	received	240	840	240
13	RRY Casa Grande 320 (Yount)	yes	received	320	1,120	320
14	SVM 80 (Yount)	yes	received	80	280	80
15	VV Monty (Yount)	yes	received	60	210	60
16	RRY Real Estate (Yount)	yes	received	40	140	40
17	Robin R Yount LTD (Yount)	yes	received	40	140	40
18	Richard and Dana (Yount)	yes	received	40	140	40
19	Bruce and Karen (Yount)	yes	received	40	140	40
20	Sacaton Bl (Yount)	yes	received	280	980	280
21	Trading Post Road LLC (Yount)	yes	received	60	210	60
22	Chartwell Casa Grande (Yount)	yes	received	40	140	40
23	Gallup Financial (Commercial)	yes	received	1,216	4,256	1,216
24	Gallup Financial (Residential)	yes	received	1,484	5,194	1,484
25	CRW Holdings, LLC	yes	no reply	30	105	
26	Val Vista & Montgomery (Mark Williams)	yes	received	40	140	40
27	Williams Trusts (Mark Williams)	yes	received	160	560	160
28	Blevins	yes	no reply	160	560	
29	Kronwald Family Trust	yes	no reply	80	280	
30	Henry McMillan and Alexander McMillan	yes	no reply	25	88	
31	Teel 80 (Reinbold)	yes	no reply	82	287	
32	Ken Lowman	yes	no reply	80	280	
33	Tim Nyberg / Hampden and Chambers	yes	no reply	807	2,825	
34	Kasson and Company	NO	no reply	125	438	
35	Val Vista & Midway	NO	no reply	40	140	
36	William Mackenzie	NO	no reply	77	270	
37	Maricopa Weber	NO	no reply	283	991	
Palo Verde only				10,525	36,837	7,940

38	ROB-LIN Marketing (Vistoso)	yes	no reply	1,228	4,298	
39	Vistoso Partners / Jorde Hacienda	yes	no reply	3,120	10,920	
40	ABCDW, LLC (Vistoso Stanfield 1942)	yes	no reply	1,942	6,797	
41	Vanderbilt Farms, LLC (Thude/Vistoso)	yes	no reply	1,920	6,720	
42	Langley Stanfield Estates (Hay Hollow)	yes	no reply	441	1,544	

Status of Request for Service Letters for the SESA

Developer/Development		ICFA recorded	Status of New RFS	approximate acres	approximate units	acres received
43	Langley Properties (Stanmar 160)	yes	no reply	160	560	
44	Langley Properties (CCB Standfield Estates)	yes	no reply	96	336	
45	Terbus Investments	yes	no reply	40	140	
46	Douglas Payne	yes	no reply	80	280	
47	Matt Montgomery/SPD, INC	yes	no reply	1,200	4,200	
48	El Dorado: Parker Estates	yes	no reply	640	2,240	
49	El Dorado: Hondo 640	yes	no reply	640	2,240	
50	El Dorado: Rio Lobo, LLC	yes	no reply	640	2,240	
51	El Dorado: Big Trail, LLC / Dunmar Farms / B Bennett	NO	no reply	640	2,240	
52	El Dorado: Loneley Trail 780	NO	no reply	780	2,730	
53	Langley Properties (Talla West)	NO	no reply	431	1,509	
54	Langley Properties (south part of JV with wolfsinkle)	NO	no reply	843	2,951	
55	Selma & Midway	NO	no reply	221	774	
56	Standfield 370	NO	no reply	370	1,295	
57	BET, Inv.	NO	no reply	60	210	
58 Legends				15,492	54,224	
				7,143	25,000	7,143

GSS- 2

#4

Anderson & Val Vista 6

December 12, 2008

Global Water - Santa Cruz Water Company
Global Water - Palo Verde Utilities Company
Attn: Ms. Cindy Liles
21410 N. 19th Ave., Ste. 201
Phoenix, AZ 85027

RE: Request for Services from
Global Water - Santa Cruz Water Company
Global Water - Palo Verde Utilities Company

Dear Ms. Liles:

Anderson & Val Vista 6, LLC, owns the property described in Exhibit A attached and we hereby request water, wastewater and recycled water service for this property from Global Water - Santa Cruz Water Company and/or Global Water - Palo Verde Utilities Company. Anderson & Val Vista 6, LLC, has a current need for this service for this property.

Anderson & Val Vista 6, LLC, is continuing to pursue development for this property. The current status of development activity for this property is that it has an Approved PAD Zoning and Preliminary Plat for 4,039 single family lots and a 21 acre commercial parcel. The first phase (1,318 lots) Infrastructure and Subdivision Block Plat, Final Plats and Improvement Plans have all been fully engineered and through three County Plan Reviews. The only remaining condition by the County before granting the property a final plat approval is obtaining Global and ADEQ Approval. Additionally, we do not have plans for a golf course within our development. Should you have any questions or require additional information, please contact Phil Miller at Westpac Development, office 480-889-1999, mobile: 480-216-1780.

Sincerely yours,

ANDERSON AND VAL VISTA 6, LLC,
an Arizona limited liability company

By: JW VENTURES, LLC,
an Arizona limited liability company

By: C.R.A., I, Inc., an Arizona corporation,
its manager

By: 
Philip J. DeAngelis, its President

By: MARICOPA GRANDE HOLDINGS I, LLC
an Arizona limited liability company

By: 
Craig Emmerson, Manager

By: 
Michabel C. Anderson, Manager

A PORTION OF SECTIONS 26, 27, & 35
TOWNSHIP 5 SOUTH, RANGE 4 EAST OF
THE GILA AND SALT RIVER BASE AND MERIDIAN
PINAL COUNTRY, ARIZONA

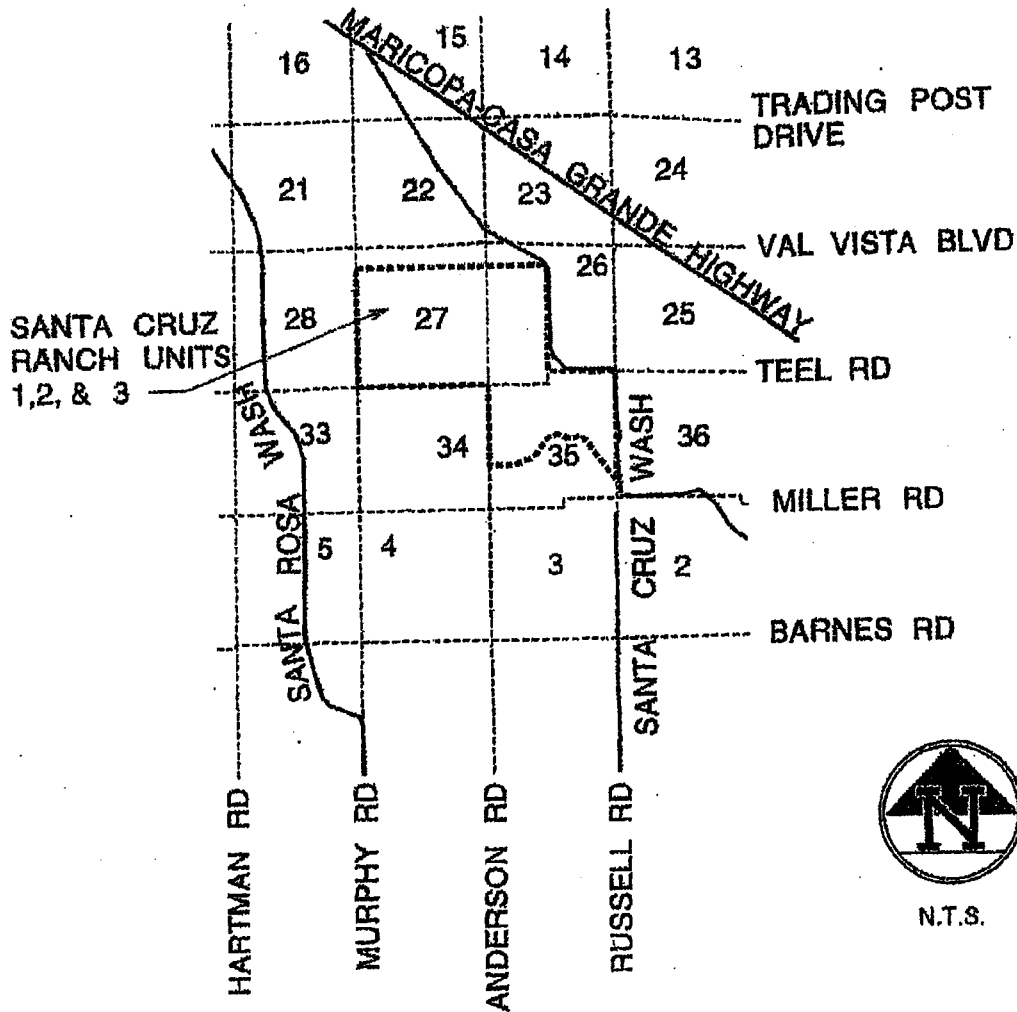



EXHIBIT A	SANTA CRUZ RANCH UNIT 1, 2, & 3	JOB NO 750093
 4550 North 12th Street Phoenix, Arizona 85014 Telephone 602-254-6921 http://www.cvl.com	Coe & Van Loo Consultants, Inc.	FIGURE 1

SCR, LLC

#5

December 12, 2008

Global Water – Santa Cruz Water Company
Global Water – Palo Verde Utilities Company
Attn: Ms. Cindy Liles
21410 N. 19th Ave., Ste. 201
Phoenix, AZ 85027

RE: Request for Services from
Global Water – Santa Cruz Water Company
Global Water – Palo Verde Utilities Company

Dear Ms. Liles:

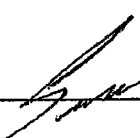
SCR, LLC owns the property described in Exhibit A attached hereto and we hereby request water, wastewater, and recycled water service for this property from Global Water – Santa Cruz Water Company and/or Global Water – Palo Verde Utilities Company. SCR, LLC is part of the Santa Cruz Ranch master planned community and has a current need for this service for this property.

SCR, LLC is continuing to actively pursue development for this property. Presently, the property has an Approved PAD Zoning and Preliminary Plat for 1975 single family lots and 87 acres of commercial development in 5 different parcels. The Final Plat engineering is in process. There are NO plans for golf courses within this development.

Thank you for your cooperation and assistance with this matter.

Very truly,

SCR, LLC, an Arizona limited liability company



Scott H. Cole
Managing Member

c/o Cole Investment Advisors
2555 E. Camelback Rd. #200
Phoenix, AZ 85016

602-381-2000 phone
602-381-2030 fax

SHC/sw

SAProperties\Santa Cruz Ranch\Utilities\Global Water\12-15-08 Request for Water Svc -Global Water.doc

2555 East Camelback Road, Suite 200 Phoenix, Arizona 85016
Phone (602) 381.2000 Fax (602) 381.2030

DESCRIPTION OF SCR PROPERTY

Parcel No. 1:

Tract 51 in Township 5 South, Range 4 East and in Township 6 South, Range 4 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona;

Except any portion lying within that property described as follows:

That part of Tract 37 (including all of Shearer Tracts, being Lots 1 through 11, inclusive, plus dedicated roadways, as set forth in Plat No. 4, Pocket No. 2, Folder No. 1 of Map Files, also referred to as Book 3 of Maps, page 36, records of Pinal County, Arizona), 51 and 52 and Section 35, Township 5 South, Range 4 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona, described as follows:

Commencing at the Arizona Highway Department brass cap marking the Southwest corner of said Tract No. 37, from which the railroad spike marking the Northwest corner of said Tract No. 37 bears North 00 degrees 19 minutes 00 seconds East, 5,281.60 feet;

Thence North 00 degrees 19 minutes 00 seconds East, along the West line of said Tract No. 37, 1,155.01 feet to a point on a line which is parallel with, and 1,155.00 feet Northerly of, as measured at right angles to, the South line of said Tract No. 37, said point being the point of beginning;

Thence continuing North 00 degrees 19 minutes 00 seconds East, along the West line of said Tract No. 37, 4,126.59 feet to the cotton picker spindle marking the Northwest corner of said Tract No. 37;

Thence South 89 degrees 56 minutes 28 seconds East, along the North line of said Tract No. 37, 2,594.69 feet to the G.L.O. brass cap marking the Northeast corner of said Tract No. 37;

Thence South 00 degrees 04 minutes 20 seconds West, along the East line of said Tract No. 37, 4,657.11 feet to the North quarter corner of said Section 35;

Thence South 88 degrees 47 minutes 53 seconds East, along the North line of said Section 35, 2,607.18 feet to the Northeast corner of said Section 35;

Thence South 04 degrees 00 minutes 24 seconds East, along the East line of said Section 35, 2,725.04 feet to the East quarter corner of said Section 35;

Thence continuing South 04 degrees 00 minutes 24 seconds East, along the East line of said Section 35, 1,465.32 feet to the Northeasterly line of an electric transmission line easement as recorded in Book 7 of Contracts and Agreements, page 530 and in Book 8 of Contracts and Agreements, page 199, Pinal County Records;

Thence along said Northeasterly line of said electric transmission line easement, the following courses and distances:

Thence North 40 degrees 30 minutes 07 seconds West, departing said East line, 582.10 feet;

Thence North 40 degrees 25 minutes 29 seconds West, 690.52 feet;

Thence North 40 degrees 35 minutes 12 seconds West, 830.36 feet;

Thence North 40 degrees 33 minutes 47 seconds West, 37.41 feet;

Thence South 82 degrees 14 minutes 29 seconds West, departing said Northeasterly line, 134.52 feet to the beginning of a tangent curve with a 25-foot radius, concave Southeasterly;

Thence Southwesterly, along said curve, through a central angle of 83 degrees 53 minutes 26 seconds, 36.60 feet;

Thence South 88 degrees 21 minutes 04 seconds West, 30.00 feet to a point on a 1,800.00-foot radius non-tangent curve, whose center bears South 88 degrees 21 minutes 04 seconds West;

Thence Northerly, along said curve, through a central angle of 01 degree 24 minutes 42 seconds, 44.34 feet;

Thence South 76 degrees 29 minutes 32 seconds West, 243.69 feet to the beginning of a tangent curve with a 1,000.00-foot radius, concave Northerly;

Thence Westerly, along said curve, through a central angle of 19 degrees 28 minutes 48 seconds, 339.99 feet;

Thence North 84 degrees 01 minute 40 seconds West, 123.51 feet to the beginning of a tangent curve with a 2,500.00-foot radius, concave Southeasterly;

Thence Southwesterly, along said curve, through a central angle of 28 degrees 51 minutes 34 seconds, 1,259.23 feet;

Thence South 67 degrees 06 minutes 46 seconds West, 586.62 feet to the beginning of a tangent curve with a 2,500.00-foot radius, concave Northwesterly;

Thence Southwesterly, along said curve, through a central angle of 23 degrees 42 minutes 26 seconds, 1,034.42 feet;

Thence North 89 degrees 10 minutes 48 seconds West, 500.00 feet to the centerline of Anderson Road as recorded in Docket 230, page 489, Pinal County Records;

Thence North 00 degrees 49 minutes 12 seconds East, along said centerline, 1,498.25 feet to a point on a line which is parallel with, and 1,155.00 feet Southerly of, as measured at right angles from, the North line of said Tract No. 52;

Thence South 89 degrees 56 minutes 19 seconds East, along said parallel line, 805.07 feet to a point on a line which is parallel with, and 805.00 feet Easterly of, as measured at right angles from, said centerline of Anderson Road;

Thence North 00 degrees 49 minutes 12 seconds East, along said parallel line, 1,147.98 feet to a point on a line which is parallel with, and 805.00 feet Easterly of, as measured at right angles to, the West line of said Tract No. 37;

Thence North 00 degrees 19 minutes 00 seconds East, along said parallel line, 1,162.13 feet to a point on a line which is parallel with, and 1,155.00 feet Northerly of, as measured at right angles to, the South line of said Tract No. 37;

Thence North 89 degrees 56 minutes 19 seconds West, along said parallel line, 805.01 feet to the point of beginning; and

Except 1/16 of all oil, gases and other hydrocarbon substances, coal, stone, metals, minerals, fossils and fertilizers of every name and description and except all materials which may be essential to the production of fissionable material, as reserved by Arizona Revised Statutes.

Parcel No. 2:

Tract 52 in Township 5 South, Range 4 East and in Township 6 South, Range 4 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona;

Except beginning at a point on the North boundary line of said Tract 52 which is 1,239.00 feet from the Northwest corner, thereof;

Thence South, 141.00 feet;

Thence East, 286.00 feet;

Thence North, 141.00 feet;

Thence West, 286.00 feet to the point of beginning; and

Except from that portion lying within the Southeast Quarter of Section 35, Township 5 South, Range 4 East of the Gila and Salt River Base and Meridian, an undivided $\frac{1}{2}$ interest in and to all of the minerals, ores and gases reserved in Deed recorded in Book 79 of Deeds, page 62, records of Pinal County, Arizona; and

Except $\frac{1}{16}$ of all oil, gases and other hydrocarbon substances, coal, stone, metals, minerals, fossils and fertilizers of every name and description and except all materials which may be essential to the production of fissionable material, as reserved by Arizona Revised Statutes; and

Except any portion lying within that property described as follows:

That part of Tract 37 (including all of Shearer Tracts, being Lots 1 through 11, inclusive, plus dedicated roadways, as set forth in Plat No. 4, Pocket No. 2, Folder No. 1 of Map Files, also referred to as Book 3 of Maps, page 36, records of Pinal County, Arizona), 51 and 52 and Section 35, Township 5 South, Range 4 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona, described as follows:

Commencing at the Arizona Highway Department brass cap marking the Southwest corner of said Tract No. 37, from which the railroad spike marking the Northwest corner of said Tract No. 37 bears North 00 degrees 19 minutes 00 seconds East, 5,281.60 feet;

Thence North 00 degrees 19 minutes 00 seconds East, along the West line of said Tract No. 37, 1,155.01 feet to a point on a line which is parallel with, and 1,155.00 feet Northerly of, as measured at right angles to, the South line of said Tract No. 37, said point being the point of beginning;

Thence continuing North 00 degrees 19 minutes 00 seconds East, along the West line of said Tract No. 37, 4,126.59 feet to the cotton picker spindle marking the Northwest corner of said Tract No. 37;

Thence South 89 degrees 56 minutes 28 seconds East, along the North line of said Tract No. 37, 2,594.69 feet to the G.L.O. brass cap marking the Northeast corner of said Tract No. 37;

Thence South 00 degrees 04 minutes 20 seconds West, along the East line of said Tract No. 37, 4,657.11 feet to the North quarter corner of said Section 35;

Thence South 88 degrees 47 minutes 53 seconds East, along the North line of said Section 35, 2,607.18 feet to the Northeast corner of said Section 35;

Thence South 04 degrees 00 minutes 24 seconds East, along the East line of said Section 35, 2,725.04 feet to the East quarter corner of said Section 35;

Thence continuing South 04 degrees 00 minutes 24 seconds East, along the East line of said Section 35, 1,465.32 feet to the Northeasterly line of an electric transmission line easement as recorded in Book 7 of Contracts and Agreements, page 530 and in Book 8 of Contracts and Agreements, page 199, Pinal County Records;

Thence along said Northeasterly line of said electric transmission line easement, the following courses and distances:

Thence North 40 degrees 30 minutes 07 seconds West, departing said East line, 582.10 feet;

Thence North 40 degrees 25 minutes 29 seconds West, 690.52 feet;

Thence North 40 degrees 35 minutes 12 seconds West, 830.36 feet;

Thence North 40 degrees 33 minutes 47 seconds West, 37.41 feet;

Thence South 82 degrees 14 minutes 29 seconds West, departing said Northeasterly line, 134.52 feet to the beginning of a tangent curve with a 25-foot radius, concave Southeasterly;

Thence Southwesterly, along said curve, through a central angle of 83 degrees 53 minutes 26 seconds, 36.60 feet;

Thence South 88 degrees 21 minutes 04 seconds West, 30.00 feet to a point on a 1,800.00-foot radius non-tangent curve, whose center bears South 88 degrees 21 minutes 04 seconds West;

Thence Northerly, along said curve, through a central angle of 01 degree 24 minutes 42 seconds, 44.34 feet;

Thence South 76 degrees 29 minutes 32 seconds West, 243.69 feet to the beginning of a tangent curve with a 1,000.00-foot radius, concave Northerly;

Thence Westerly, along said curve, through a central angle of 19 degrees 28 minutes 48 seconds, 339.99 feet;

Thence North 84 degrees 01 minute 40 seconds West, 123.51 feet to the beginning of a tangent curve with a 2,500.00-foot radius, concave Southeasterly;

Thence Southwesterly, along said curve, through a central angle of 28 degrees 51 minutes 34 seconds, 1,259.23 feet;

Thence South 67 degrees 06 minutes 46 seconds West, 586.62 feet to the beginning of a tangent curve with a 2,500.00-foot radius, concave Northwesterly;

Thence Southwesterly, along said curve, through a central angle of 23 degrees 42 minutes 26 seconds, 1,034.42 feet;

Thence North 89 degrees 10 minutes 48 seconds West, 500.00 feet to the centerline of Anderson Road as recorded in Docket 230, page 489, Pinal County Records;

Thence North 00 degrees 49 minutes 12 seconds East, along said centerline, 1,498.25 feet to a point on a line which is parallel with, and 1,155.00 feet Southerly of, as measured at right angles from, the North line of said Tract No. 52;

Thence South 89 degrees 56 minutes 19 seconds East, along said parallel line, 805.07 feet to a point on a line which is parallel with, and 805.00 feet Easterly of, as measured at right angles from, said centerline of Anderson Road;

Thence North 00 degrees 49 minutes 12 seconds East, along said parallel line, 1,147.98 feet to a point on a line which is parallel with, and 805.00 feet Easterly of, as measured at right angles to, the West line of said Tract No. 37;

Thence North 00 degrees 19 minutes 00 seconds East, along said parallel line, 1,162.13 feet to a point on a line which is parallel with, and 1,155.00 feet Northerly of, as measured at right angles to, the South line of said Tract No. 37;

Thence North 89 degrees 56 minutes 19 seconds West, along said parallel line, 805.01 feet to the point of beginning;

Parcel No. 3:

Tract 37, Township 5 South, Range 4 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona;

Except any portion lying within that property described as follows:

That part of Tract 37 (including all of Shearer Tracts, being Lots 1 through 11, inclusive, plus dedicated roadways, as set forth in Plat No. 4, Pocket No. 2, Folder No. 1 of Map Files, also

referred to as Book 3 of Maps, page 36, records of Pinal County, Arizona), 51 and 52 and Section 35, Township 5 South, Range 4 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona, described as follows:

Commencing at the Arizona Highway Department brass cap marking the Southwest corner of said Tract No. 37, from which the railroad spike marking the Northwest corner of said Tract No. 37 bears North 00 degrees 19 minutes 00 seconds East, 5,281.60 feet;

Thence North 00 degrees 19 minutes 00 seconds East, along the West line of said Tract No. 37, 1,155.01 feet to a point on a line which is parallel with, and 1,155.00 feet Northerly of, as measured at right angles to, the South line of said Tract No. 37, said point being the point of beginning;

Thence continuing North 00 degrees 19 minutes 00 seconds East, along the West line of said Tract No. 37, 4,126.59 feet to the cotton picker spindle marking the Northwest corner of said Tract No. 37;

Thence South 89 degrees 56 minutes 28 seconds East, along the North line of said Tract No. 37, 2,594.69 feet to the G.L.O. brass cap marking the Northeast corner of said Tract No. 37;

Thence South 00 degrees 04 minutes 20 seconds West, along the East line of said Tract No. 37, 4,657.11 feet to the North quarter corner of said Section 35;

Thence South 88 degrees 47 minutes 53 seconds East, along the North line of said Section 35, 2,607.18 feet to the Northeast corner of said Section 35;

Thence South 04 degrees 00 minutes 24 seconds East, along the East line of said Section 35, 2,725.04 feet to the East quarter corner of said Section 35;

Thence continuing South 04 degrees 00 minutes 24 seconds East, along the East line of said Section 35, 1,465.32 feet to the Northeasterly line of an electric transmission line easement as recorded in Book 7 of Contracts and Agreements, page 530 and in Book 8 of Contracts and Agreements, page 199, Pinal County Records;

Thence along said Northeasterly line of said electric transmission line easement, the following courses and distances:

Thence North 40 degrees 30 minutes 07 seconds West, departing said East line, 582.10 feet;

Thence North 40 degrees 25 minutes 29 seconds West, 690.52 feet;

Thence North 40 degrees 35 minutes 12 seconds West, 830.36 feet;

Thence North 40 degrees 33 minutes 47 seconds West, 37.41 feet;

Thence South 82 degrees 14 minutes 29 seconds West, departing said Northeasterly line, 134.52 feet to the beginning of a tangent curve with a 25-foot radius, concave Southeasterly;

Thence Southwesterly, along said curve, through a central angle of 83 degrees 53 minutes 26 seconds, 36.60 feet;

Thence South 88 degrees 21 minutes 04 seconds West, 30.00 feet to a point on a 1,800.00-foot radius non-tangent curve, whose center bears South 88 degrees 21 minutes 04 seconds West;

Thence Northerly, along said curve, through a central angle of 01 degree 24 minutes 42 seconds, 44.34 feet;

Thence South 76 degrees 29 minutes 32 seconds West, 243.69 feet to the beginning of a tangent curve with a 1,000.00-foot radius, concave Northerly;

Thence Westerly, along said curve, through a central angle of 19 degrees 28 minutes 48 seconds, 339.99 feet;

Thence North 84 degrees 01 minute 40 seconds West, 123.51 feet to the beginning of a tangent curve with a 2,500.00-foot radius, concave Southeasterly;

Thence Southwesterly, along said curve, through a central angle of 28 degrees 51 minutes 34 seconds, 1,259.23 feet;

Thence South 67 degrees 06 minutes 46 seconds West, 586.62 feet to the beginning of a tangent curve with a 2,500.00-foot radius, concave Northwesterly;

Thence Southwesterly, along said curve, through a central angle of 23 degrees 42 minutes 26 seconds, 1,034.42 feet;

Thence North 89 degrees 10 minutes 48 seconds West, 500.00 feet to the centerline of Anderson Road as recorded in Docket 230, page 489, Pinal County Records;

Thence North 00 degrees 49 minutes 12 seconds East, along said centerline, 1,498.25 feet to a point on a line which is parallel with, and 1,155.00 feet Southerly of, as measured at right angles from, the North line of said Tract No. 52;

Thence South 89 degrees 56 minutes 19 seconds East, along said parallel line, 805.07 feet to a point on a line which is parallel with, and 805.00 feet Easterly of, as measured at right angles from, said centerline of Anderson Road;

Thence North 00 degrees 49 minutes 12 seconds East, along said parallel line, 1,147.98 feet to a point on a line which is parallel with, and 805.00 feet Easterly of, as measured at right angles to, the West line of said Tract No. 37;

Thence North 00 degrees 19 minutes 00 seconds East, along said parallel line, 1,162.13 feet to a point on a line which is parallel with, and 1,155.00 feet Northerly of, as measured at right angles to, the South line of said Tract No. 37;

Thence North 89 degrees 56 minutes 19 seconds West, along said parallel line, 805.01 feet to the point of beginning; and

Except 1/16 of all oil, gases and other hydrocarbon substances, coal, stone, metals, minerals, fossils and fertilizers of every name and description and except all materials which may be essential to the production of fissionable material, as reserved by Arizona Revised Statutes.

Parcel No. 4:

Section 35, Township 5 South, Range 4 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona;

Except any portion, thereof, which is located within Tracts 37 and 52; and

Except any portion which lies within that property described as follows:

That part of Tract 37 (including all of Shearer Tracts, being Lots 1 through 11, inclusive, plus dedicated roadways, as set forth in Plat No. 4, Pocket No. 2, Folder No. 1 of Map Files, also referred to as Book 3 of Maps, page 36, records of Pinal County, Arizona), 51 and 52 and Section 35, Township 5 South, Range 4 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona, described as follows:

Commencing at the Arizona Highway Department brass cap marking the Southwest corner of said Tract No. 37, from which the railroad spike marking the Northwest corner of said Tract No. 37 bears North 00 degrees 19 minutes 00 seconds East, 5,281.60 feet;

Thence North 00 degrees 19 minutes 00 seconds East, along the West line of said Tract No. 37, 1,155.01 feet to a point on a line which is parallel with, and 1,155.00 feet Northerly of, as

measured at right angles to, the South line of said Tract No. 37, said point being the point of beginning;

Thence continuing North 00 degrees 19 minutes 00 seconds East, along the West line of said Tract No. 37, 4,126.59 feet to the cotton picker spindle marking the Northwest corner of said Tract No. 37;

Thence South 89 degrees 56 minutes 28 seconds East, along the North line of said Tract No. 37, 2,594.69 feet to the G.L.O. brass cap marking the Northeast corner of said Tract No. 37;

Thence South 00 degrees 04 minutes 20 seconds West, along the East line of said Tract No. 37, 4,657.11 feet to the North quarter corner of said Section 35;

Thence South 88 degrees 47 minutes 53 seconds East, along the North line of said Section 35, 2,607.18 feet to the Northeast corner of said Section 35;

Thence South 04 degrees 00 minutes 24 seconds East, along the East line of said Section 35, 2,725.04 feet to the East quarter corner of said Section 35;

Thence continuing South 04 degrees 00 minutes 24 seconds East, along the East line of said Section 35, 1,465.32 feet to the Northeasterly line of an electric transmission line easement as recorded in Book 7 of Contracts and Agreements, page 530 and in Book 8 of Contracts and Agreements, page 199, Pinal County Records;

Thence along said Northeasterly line of said electric transmission line easement, the following courses and distances:

Thence North 40 degrees 30 minutes 07 seconds West, departing said East line, 582.10 feet;

Thence North 40 degrees 25 minutes 29 seconds West, 690.52 feet;

Thence North 40 degrees 35 minutes 12 seconds West, 830.36 feet;

Thence North 40 degrees 33 minutes 47 seconds West, 37.41 feet;

Thence South 82 degrees 14 minutes 29 seconds West, departing said Northeasterly line, 134.52 feet to the beginning of a tangent curve with a 25-foot radius, concave Southeasterly;

Thence Southwesterly, along said curve, through a central angle of 83 degrees 53 minutes 26 seconds, 36.60 feet;

Thence South 88 degrees 21 minutes 04 seconds West, 30.00 feet to a point on a 1,800.00-foot radius non-tangent curve, whose center bears South 88 degrees 21 minutes 04 seconds West;

Thence Northerly, along said curve, through a central angle of 01 degree 24 minutes 42 seconds, 44.34 feet;

Thence South 76 degrees 29 minutes 32 seconds West, 243.69 feet to the beginning of a tangent curve with a 1,000.00-foot radius, concave Northerly;

Thence Westerly, along said curve, through a central angle of 19 degrees 28 minutes 48 seconds, 339.99 feet;

Thence North 84 degrees 01 minute 40 seconds West, 123.51 feet to the beginning of a tangent curve with a 2,500.00-foot radius, concave Southeasterly;

Thence Southwesterly, along said curve, through a central angle of 28 degrees 51 minutes 34 seconds, 1,259.23 feet;

Thence South 67 degrees 06 minutes 46 seconds West, 586.62 feet to the beginning of a tangent curve with a 2,500.00-foot radius, concave Northwesterly;

Thence Southwesterly, along said curve, through a central angle of 23 degrees 42 minutes 26 seconds, 1,034.42 feet;

Thence North 89 degrees 10 minutes 48 seconds West, 500.00 feet to the centerline of Anderson Road as recorded in Docket 230, page 489, Pinal County Records;

Thence North 00 degrees 49 minutes 12 seconds East, along said centerline, 1,498.25 feet to a point on a line which is parallel with, and 1,155.00 feet Southerly of, as measured at right angles from, the North line of said Tract No. 52;

Thence South 89 degrees 56 minutes 19 seconds East, along said parallel line, 805.07 feet to a point on a line which is parallel with, and 805.00 feet Easterly of, as measured at right angles from, said centerline of Anderson Road;

Thence North 00 degrees 49 minutes 12 seconds East, along said parallel line, 1,147.98 feet to a point on a line which is parallel with, and 805.00 feet Easterly of, as measured at right angles to, the West line of said Tract No. 37;

Thence North 00 degrees 19 minutes 00 seconds East, along said parallel line, 1,162.13 feet to a point on a line which is parallel with, and 1,155.00 feet Northerly of, as measured at right angles to, the South line of said Tract No. 37;

Thence North 89 degrees 56 minutes 19 seconds West, along said parallel line, 805.01 feet to the point of beginning; and

Except from that portion lying within the Southeast Quarter of Section 35, Township 5 South, Range 4 East of the Gila and Salt River Base and Meridian, an undivided $\frac{1}{2}$ interest in and to all minerals, ores and gases reserved in Deed recorded in Book 79 of Deeds, page 62, records of Pinal County, Arizona; and

Except 1/16 of all oil, gases and other hydrocarbon substances, coal, stone, metals, minerals, fossils and fertilizers of every name and description and except all materials which may be essential to the production of fissionable material, as reserved by Arizona Revised Statutes.

ANDERSON AND MILLER 694, LLP

December 12th, 2008

#6

Global Water – Santa Cruz Water Company
Global Water – Palo Verde Utilities Company
Attn: Ms. Cindy Liles
21410 N. 19th Ave., Ste. 201
Phoenix, AZ 85027

RE: Request for Services from
Global Water – Santa Cruz Water Company
Global Water – Palo Verde Utilities Company

Dear Ms. Liles,

Anderson and Miller 694, LLP owns the property described in Exhibit A attached and we hereby request water, wastewater, and recycled water service for this property from Global Water – Santa Cruz Water Company and/or Global Water – Palo Verde Utilities Company. Anderson and Miller 694, LLP has a current need for this service for this property.

Anderson and Miller 694, LLP is continuing to pursue development for this property. The current status of development activity for this property is that it has an approved PAD zoning and preliminary plat for 2,332 single family lots and a 16 acre commercial parcel. The first phase (926) lots infrastructure and subdivision block plat, final plats and improvement plans have all been fully engineered and through three county plan reviews. The only remaining condition by the county before granting the property a final plat approval is obtaining Global and ADEQ approval. Additionally, we do not have plans for a golf course within our development. Should you have any questions or require any additional information, please contact Phil Miller at Westpac Development, office (480) 889-1999, mobile (480) 215-1780.

Sincerely Yours,

ANDERSON & MILLER 694, LLP,
an Arizona limited liability partnership

By: HINTON FINANCIAL SERVICES, INC.,
a Colorado Corporation, its Partner

By: Brad Clough
Brad Clough, its Secretary

By: CATHTON INVESTMENTS, INC.,
a Nevada corporation, its Partner

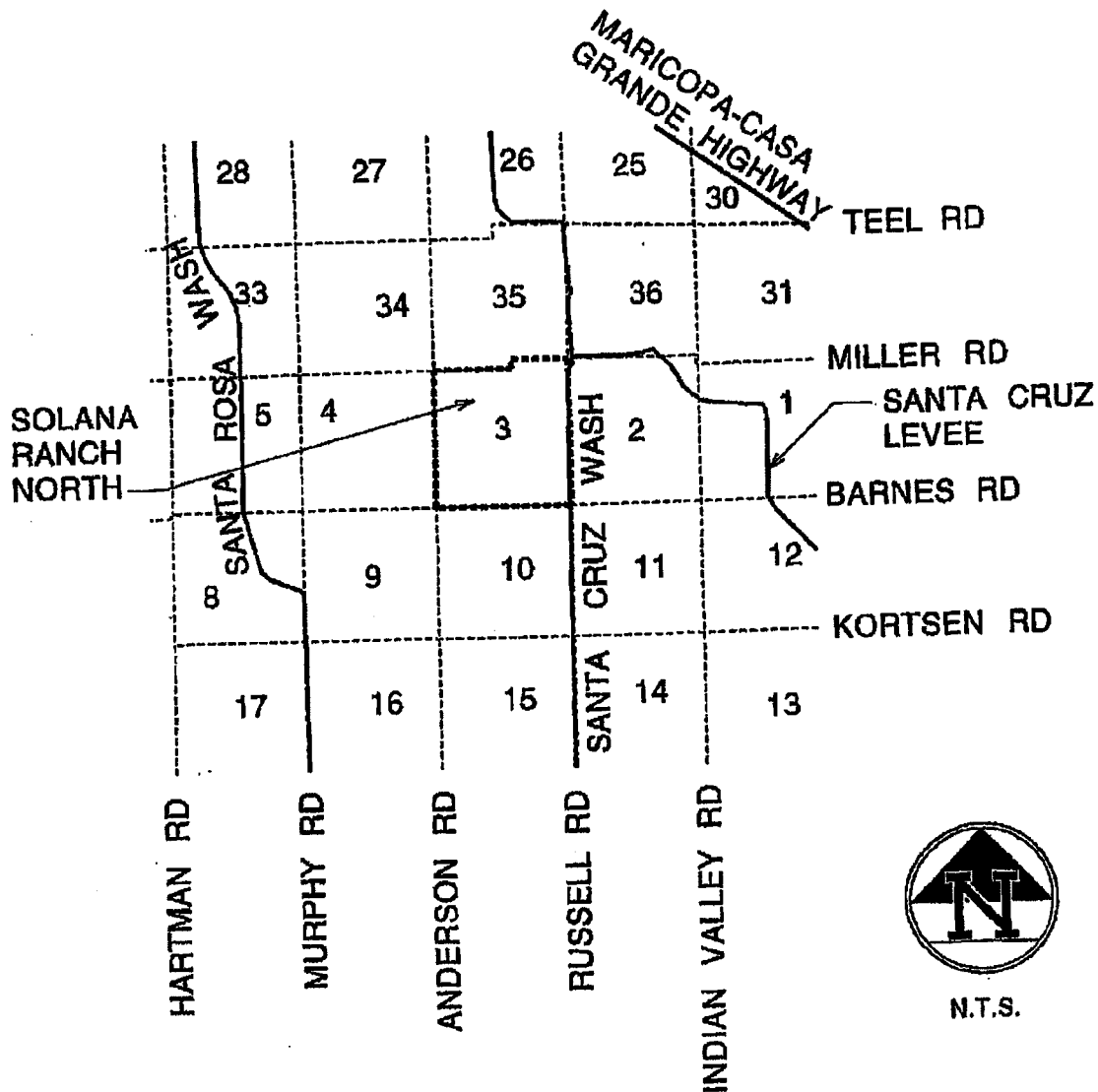
By: Robert Manning
Robert Manning, its President

By: JW VENTURES, LLC, an Arizona limited
liability company, its Partner

By: CRA I, Inc., an Arizona corporation, its manager

By: Philip J. DeAngelis
Philip J. DeAngelis, its President

A PORTION OF SECTION 3
TOWNSHIP 6 SOUTH, RANGE 4 EAST OF
THE GILA AND SALT RIVER BASE AND MERIDIAN
PINAL COUNTRY, ARIZONA



N.T.S.

EXHIBIT A

SOLANA RANCH NORTH

JOB NO

04009103

CVL

4550 North 12th Street
Phoenix, Arizona 85014
Telephone 602-264-6831
<http://www.cvlci.com>

Coe & Van Loo Consultants, Inc.

FIGURE

1

#1

Anderson and Barnes 580

December 12, 2008

Global Water – Santa Cruz Water Company
Global Water – Palo Verde Utilities Company
Attn: Ms. Cindy Liles
21410 N. 19th Ave., Ste. 201
Phoenix, AZ 85027

RE: Request for Services from
Global Water – Santa Cruz Water Company
Global Water – Palo Verde Utilities Company

Dear Ms. Liles:

Anderson and Barnes 580, LLP, owns the property described in Exhibit A attached and we hereby request water, wastewater and recycled water service for this property from Global Water – Santa Cruz Water Company and/or Global Water – Palo Verde Utilities Company. Anderson and Barnes 580, LLP, has a current need for this service for this property.

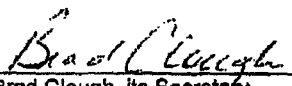
Anderson and Barnes 580, LLP, is continuing to pursue development for this property. The current status of development activity for this property is that it has an Approved PAD Zoning and Preliminary Plat for 2,030 single family lots and a 10 acre commercial parcel. Additionally, we do not have plans for a golf course within our development. Should you have any questions or require additional information, please contact Phil Miller at Westpac Development, office 480-889-1999, mobile: 480-215-1780.

Sincerely yours,

ANDERSON & BARNES 580, LLP, an
Arizona limited liability partnership

By: HINTON FINANCIAL SERVICES, INC.,
a Colorado corporation, Partner

JW VENTURES, L.L.C., an Arizona limited liability
company, Partner

By: 
Brad Clough, its Secretary

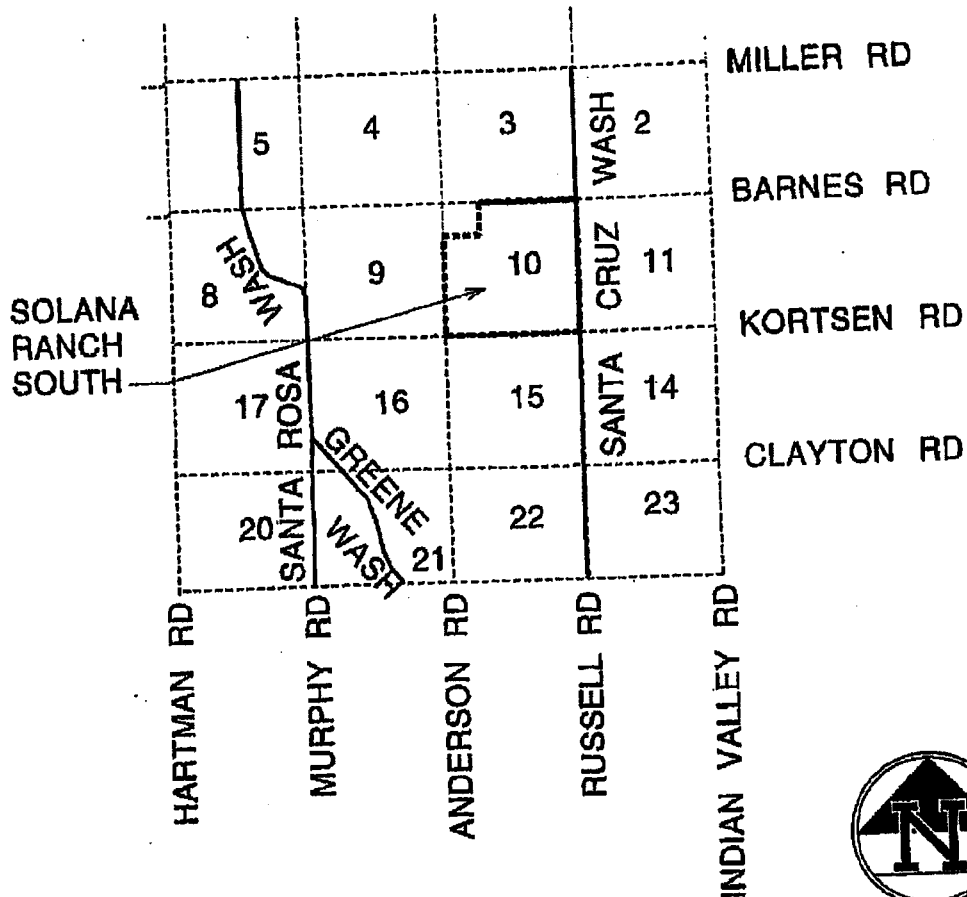
By: CRAI, Inc., an Arizona corporation,
its Manager

By: 
Philip J. DeAngellis, its President

By: CATHTON INVESTMENTS, INC.,
a Nevada corporation, Partner

By: 
Robert Manning, its President

A PORTION OF SECTION 10
TOWNSHIP 7 SOUTH, RANGE 4 EAST OF
THE GILA AND SALT RIVER BASE AND MERIDIAN
PINAL COUNTRY, ARIZONA



N.T.S.

EXHIBIT A

SOLANA RANCH SOUTH

JOB NO

04009104

CVL

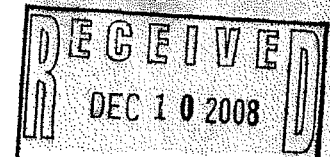
4550 North 12th Street
Phoenix, Arizona 85014
Telephone 602-284-6831
<http://www.cvlci.com>

Coe & Van Loo Consultants, Inc.

FIGURE

1

LKY Development Company, Inc.



December 5, 2008

By 5040 E. Shea Blvd.
Suite 254
Scottsdale, Arizona 85254
(480) 951-1281
FAX: (480) 483-2736

Ms. Cindy Liles
Vice President and CEO
Global Water Management, L.L.C.
22601 North 19th Avenue, Suite 210
Phoenix, AZ 85027

#8 #23
#10
#13
#16

RE: Water and Wastewater Services

Dear Ms. Liles,

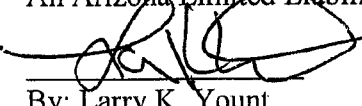
Please accept this letter as a request for service from Grande Valley North Commercial, L.L.C. for water and wastewater services to approximately 394 acres, more particularly described as Exhibit A attached hereto.

This property originally requested service under the following entity names, which have now changed legal ownership to Grande Valley Single Family, L.L.C. (Casa Grande 1040 Limited Partnership L.L.L.P., Gallup Financial, L.L.C., 120 Townsend, L.L.C., CG 215 Limited Partnership L.L.L.P., RRY Casa Grande 320 Limited Partnership L.L.L.P., RRY Real Estate, L.L.C., Montgomery 156 Limited Partnership L.L.L.P.)

It is our intention to continue to pursue the preliminary platting, rezoning and development of this planned area, in order to serve single family residential homes, multi-family residential homes, and/or commercial uses.

Grande Valley North Commercial, L.L.C. would like to be included in your next available expansion of service areas for Global Water - Santa Cruz Water Company and Global Water - Palo Verde Utilities Company.

Grande Valley North Commercial, L.L.C.
An Arizona Limited Liability Corporation


By: Larry K. Yount
Its: Manager

DESCRIPTION

FOR

CG 215 COM

(C8)

JOB NO. 261180

JANUARY 6, 2006

**THAT PORTION OF THE NORTH HALF OF SECTION 25, TOWNSHIP 5 SOUTH,
RANGE 4 EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL
COUNTY, ARIZONA, LYING NORTH AND EAST OF THE NORTHEASTERLY
RIGHT-OF-WAY OF THE MARICOPA-CASA GRANDE HIGHWAY;**

**EXCEPT ONE-HALF OF ALL MINERAL RIGHTS AS RESERVED IN DOCKET 283,
PAGE 244.**

DESCRIPTION
FOR
120 TOWNSEND COM
(C-3)

JOB NO. 261180

JANUARY 6, 2006

THE NORTHWEST QUARTER OF THE SOUTHEAST QUARTER OF SECTION 24,
TOWNSHIP 5 SOUTH, RANGE 4 EAST OF THE GILA AND SALT RIVER BASE AND
MERIDIAN, PINAL COUNTY, ARIZONA;

EXCEPT THE WEST 747.13 FEET THEREOF

DESCRIPTION

FOR

CG 215 COM

(C50)

JOB NO. 261180

JANUARY 6, 2006

THAT PORTION OF THE NORTHEAST QUARTER OF SECTION 25, TOWNSHIP 5 SOUTH, RANGE 4 EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA BEING MORE PARTICULARLY DESCRIBED AS FOLLOWS:

COMMENCING AT THE SOUTHEAST CORNER OF SAID SECTION 25;
THENCE NORTH 88 DEGREES 22 MINUTES 42 SECONDS WEST, ALONG THE SOUTH LINE OF THE SOUTHEAST QUARTER OF SAID SECTION 25 A DISTANCE OF 1,000.41 FEET TO THE WEST LINE OF THE EAST 1,000.00 FEET OF THE SAID SOUTHEAST QUARTER;

THENCE NORTH 00 DEGREES 00 MINUTES 35 SECONDS EAST, ALONG SAID WEST LINE 3,264.39 FEET TO THE POINT OF BEGINNING;

THENCE NORTH 88 DEGREES 22 MINUTES 42 SECONDS WEST 800.89 FEET;
THENCE NORTH 00 DEGREES 00 MINUTES 35 SECONDS WEST 872.32 FEET TO THE SOUTHWESTERLY RIGHT-OF-WAY OF THE SOUTHERN PACIFIC RAILROAD;

THENCE SOUTH 53 DEGREES 49 MINUTES 18 SECONDS EAST, ALONG SAID RIGHT-OF-WAY 991.92 FEET TO THE WEST LINE OF THE SAID EAST 1,000.00 FEET;

THENCE SOUTH 00 DEGREES 00 MINUTES 35 SECONDS EAST, ALONG SAID WEST LINE 310.46 FEET TO THE POINT OF BEGINNING;

EXCEPT ONE-HALF OF ALL MINERAL RIGHTS AS RESERVED IN DOCKET 283, PAGE 244.

DESCRIPTION

FOR

CG 1040 COM

(C 28)

JOB NO. 261180

JANUARY 6, 2006

THAT PORTION OF THE SOUTHEAST QUARTER OF THE SOUTHEAST QUARTER OF SECTION 24, TOWNSHIP 5 SOUTH, RANGE 4 EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA, BEING MORE PARTICULARLY DESCRIBED AS FOLLOWS:

BEGINNING AT THE SOUTHWEST CORNER OF SAID SOUTHEAST QUARTER OF THE SOUTHEAST QUARTER;
THENCE NORTH 00 DEGREES 00 MINUTES 01 SECONDS WEST, ALONG THE WEST LINE OF SAID SOUTHEAST QUARTER 664.85 FEET;
THENCE SOUTH 86 DEGREES 25 MINUTES 28 SECONDS EAST 692.21 FEET;
THENCE SOUTH 00 DEGREES 00 MINUTES 01 SECONDS EAST 662.29 FEET TO THE SOUTH LINE OF SAID SOUTHEAST QUARTER;
THENCE NORTH 86 DEGREES 38 MINUTES 07 SECONDS WEST, ALONG SAID SOUTH LINE 692.06 FEET TO THE POINT OF BEGINNING.

DESCRIPTION

FOR

GALLUP COM

(C13)

JOB NO. 261180

JANUARY 6, 2006

THE NORTH 945.83 FEET OF THE WEST HALF OF THE NORTHWEST QUARTER
OF SECTION 28, TOWNSHIP 5 SOUTH, RANGE 5 EAST OF THE GILA AND
SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA.

DESCRIPTION

FOR

GALLUP COM

(C14)

JOB NO. 261180

JANUARY 6, 2006

**THAT PORTION OF THE SOUTHEAST QUARTER OF SECTION 32, TOWNSHIP 5
SOUTH, RANGE 5 EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN,
PINAL COUNTY, ARIZONA, LYING NORTHERLY OF THE NORTHEASTERLY
RIGHT-OF-WAY OF THE MARICOPA-CASA GRANDE HIGHWAY.**

DESCRIPTION
FOR
GALLUP COM
(C30A-32A)

JOB NO. 261180

JANUARY 6, 2006

Rev. March 27, 2008

THAT PORTION OF THE SOUTHEAST QUARTER OF SECTION 32, TOWNSHIP 5 SOUTH, RANGE 5 EAST AND THAT PORTION OF THE NORTHEAST QUARTER OF SECTION 6, TOWNSHIP 6 SOUTH, RANGE 5 EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA, BEING MORE PARTICULARLY DESCRIBED AS FOLLOWS:

BEGINNING AT THE EAST QUARTER CORNER OF SAID SECTION 6;

THENCE NORTH 89 DEGREES 52 MINUTES 55 SECONDS WEST, ALONG THE EAST WEST MID-SECTION LINE OF SAID SECTION 6 A DISTANCE OF 1338.76 FEET;

THENCE NORTH 00 DEGREES 06 MINUTES 54 SECONDS WEST 2817.25 FEET TO THE NORTH LINE OF SAID SECTION 6 AND THE SOUTH LINE OF SAID SECTION 32;

THENCE NORTH 00 DEGREES 06 MINUTES 54 SECONDS WEST 1,735.28 FEET TO THE SOUTHWESTERLY RIGHT-OF-WAY OF THE SOUTHERN PACIFIC RAILROAD;

THENCE SOUTH 53 DEGREES 49 MINUTES 18 SECONDS EAST, ALONG SAID RIGHT-OF-WAY 1,642.73 FEET TO THE EAST LINE OF SAID SOUTHEAST QUARTER;

THENCE SOUTH 00 DEGREES 09 MINUTES 03 SECONDS WEST, ALONG SAID EAST LINE 766.58 FEET TO THE SOUTHEAST CORNER OF SAID SECTION 32 AND THE NORTH LINE OF SAID SECTION 6;

THENCE SOUTH 89 DEGREES 28 MINUTES 12 SECONDS EAST, ALONG THE SAID NORTH LINE 18.27 FEET TO THE NORTHEAST CORNER OF SAID SECTION 6;

THENCE SOUTH 00 DEGREES 06 MINUTES 54 SECONDS EAST, ALONG THE EAST LINE OF THE NORTHEAST QUARTER OF SAID SECTION 6 A DISTANCE OF 2,818.83 FEET TO THE POINT OF BEGINNING.

DESCRIPTION
FOR
MONTGOMERY 156 COM
(C 7A)

JOB NO. 261180

JANUARY 6, 2006

THAT PORTION OF THE NORTHWEST QUARTER OF SECTION 5 LYING
NORTHERLY OF THE NORTHEASTERLY RIGHT-OF-WAY OF THE
MARICOPA-CASA GRANDE HIGHWAY IN TOWNSHIP 6 SOUTH, RANGE 5
EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL
COUNTY, ARIZONA.

DESCRIPTION
FOR
MONTGOMERY 156 COM
(C 7B)

JOB NO. 261180

JANUARY 6, 2006

THE WEST 864.86 FEET OF THE NORTHWEST QUARTER OF SECTION 5,
TOWNSHIP 6 SOUTH, RANGE 5 EAST OF THE GILA AND SALT RIVER BASE AND
MERIDIAN, PINAL COUNTY, ARIZONA

DESCRIPTION
FOR
RRY CASA GRANDE 320 COM
(C-43)

JOB NO. 261180

JANUARY 6, 2006

THE NORTH 615.67 FEET OF THE NORTHWEST QUARTER OF THE NORTHWEST
QUARTER (LOT 1) OF SECTION 19, TOWNSHIP 5 SOUTH, RANGE 5 EAST OF THE
GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA

DESCRIPTION
FOR
RRY REAL ESTATE COM
(C-4)

JOB NO. 261180

JANUARY 6, 2006

THE EAST 405.00 FEET OF THE NORTHEAST QUARTER OF THE NORTHEAST
QUARTER OF SECTION 24, TOWNSHIP 5 SOUTH, RANGE 4 EAST OF THE GILA
AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA

DESCRIPTION
FOR
RRY REAL ESTATE COM
(C-12)

JOB NO. 261180

JANUARY 6, 2006

THE NORTHEAST QUARTER OF THE NORTHEAST QUARTER OF SECTION 29,
TOWNSHIP 5 SOUTH, RANGE 5 EAST OF THE GILA AND SALT RIVER BASE
AND MERIDIAN, PINAL COUNTY, ARIZONA;

EXCEPT THE SOUTH 378.68 FEET THEREOF

LKY Development Company, Inc.

December 5, 2008

Ms. Cindy Liles
Vice President and CFO
Global Water Management, L.L.C.
22601 North 19th Avenue, Suite 210
Phoenix, AZ 85027

#8 #14 #19
#9 #15 #20
#11 #16 #22
#12 #17
#13 #18

RE: Water and Wastewater Services

Dear Ms. Liles,

Please accept this letter as a request for service from Grande Valley Single Family, L.L.C. for water and wastewater services to approximately 4,179 acres, more particularly described as Exhibit A attached hereto.

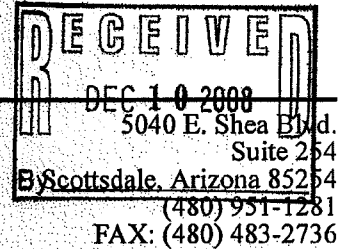
This property originally requested service under the following entity names, which have now changed legal ownership to Grande Valley Single Family, L.L.C. (Casa Grande 1040 Limited Partnership L.L.L.P., Grande Valley 1200 Limited Partnership L.L.L.P., 120 Townsend, L.L.C., NS 120 Limited Partnership L.L.L.P., CG 215 Limited Partnership L.L.L.P., Gasa Grande Montgomery 240 Limited Partnership L.L.L.P., RRY 320 Limited Partnership L.L.L.P., SVVM 80 Limited Partnership L.L.L.P., VV/Monty, L.L.C., RRY Real Estate, L.L.C., DDY, L.L.C., Robin R. Yount, LTD, Richard & Dana, L.L.C., Bruce & Karen, L.L.C., Sacaton BL, L.L.C., Chartwell Casa Grande 40, L.L.C., Casa Grande 485 Limited Partnership, L.L.L.P.)

It is our intention to continue to pursue the preliminary platting, rezoning and development of this planned area, in order to serve single family residential homes, multi-family residential homes, and/or commercial uses.

Grande Valley Single Family, L.L.C. would like to be included in your next available expansion of service areas for Global Water - Santa Cruz Water Company and Global Water - Palo Verde Utilities Company.

Grande Valley Single Family, L.L.C.
An Arizona Limited Liability Corporation


By: Larry K. Yount
Its: Manager



DESCRIPTION

FOR

120 TOWNSEND SF

(SF 3 SF 6 SF 37 SF 38)

JOB NO. 261180

JANUARY 6, 2006

**THE EAST HALF OF THE NORTHWEST QUARTER;
THE NORTHWEST QUARTER OF THE NORTHEAST QUARTER AND
THE WEST 747.13 FEET OF THE NORTHWEST QUARTER OF THE SOUTHEAST
QUARTER OF SECTION 24, TOWNSHIP 5 SOUTH, RANGE 4 EAST OF THE GILA
AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA;**

AND

**THE SOUTH HALF OF THE NORTHWEST QUARTER OF THE SOUTHWEST
QUARTER AND THE NORTH HALF OF THE SOUTHWEST QUARTER OF THE
SOUTHWEST QUARTER OF SECTION 20, TOWNSHIP 5 SOUTH, RANGE 5 EAST
OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA.**

DESCRIPTION
FOR
BRUCE AND KAREN SF
(SF 1 SF 39)

JOB NO. 261180

JANUARY 6, 2006

THE NORTH HALF OF THE SOUTH HALF OF THE WEST HALF OF THE
SOUTHEAST QUARTER OF SECTION 24, TOWNSHIP 5 SOUTH, RANGE 4 EAST
OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA;

AND

THE SOUTH HALF OF THE SOUTHWEST QUARTER OF THE SOUTHWEST
QUARTER OF SECTION 20, TOWNSHIP 5 SOUTH, RANGE 5 EAST OF THE GILA
AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA.

DESCRIPTION

FOR

CG 215 SF

(SF 50)

JOB NO. 261180

JANUARY 6, 2006

THAT PORTION OF THE EAST HALF OF SECTION 25, TOWNSHIP 5 SOUTH, RANGE 4 EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA, BEING MORE PARTICULARLY DESCRIBED AS FOLLOWS:

BEGINNING AT THE SOUTH QUARTER CORNER OF SAID SECTION 25;
THENCE NORTH 00 DEGREES 03 MINUTES 52 SECONDS WEST, ALONG THE NORTH SOUTH MID-SECTION LINE OF SAID SECTION 25 A DISTANCE OF 3,166.49 FEET;
THENCE SOUTH 89 DEGREES 33 MINUTES 33 SECONDS EAST 803.61 FEET;
THENCE NORTH 00 DEGREES 00 MINUTES 35 SECONDS WEST 81.42 FEET;
THENCE SOUTH 88 DEGREES 22 MINUTES 42 SECONDS EAST 800.89 FEET TO THE WEST LINE OF THE EAST 1000.00 FEET OF THE EAST HALF OF SAID SECTION 25;
THENCE SOUTH 00 DEGREES 00 MINUTES 35 SECONDS EAST, ALONG SAID WEST LINE 3,264.39 FEET TO THE SOUTH LINE OF SAID EAST HALF;
THENCE NORTH 88 DEGREES 22 MINUTES 42 SECONDS WEST, ALONG SAID SOUTH LINE 1,601.77 FEET TO THE POINT OF BEGINNING.

DESCRIPTION

FOR

CG 485 SF

(SF 51 – 53)

JOB NO. 261180

JANUARY 6, 2006

GOVERNMENT LOTS 3 AND 4; THE SOUTH HALF OF THE NORTHWEST QUARTER AND THE SOUTHWEST QUARTER OF SECTION 1, TOWNSHIP 6 SOUTH, RANGE 4 EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA;

EXCEPT THE WEST HALF OF THE SOUTHWEST QUARTER OF THE SOUTHEAST QUARTER OF THE SOUTHWEST QUARTER;

AND

THE NORTHWEST QUARTER OF SECTION 12, TOWNSHIP 6 SOUTH, RANGE 4 EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA;

EXCEPTING THEREFROM THE FOLLOWING DESCRIBED PARCEL:
BEGINNING AT THE WEST QUARTER CORNER OF SAID SECTION 12;
THENCE NORTH 00 DEGREES 06 MINUTES 35 SECONDS WEST ALONG THE WEST LINE OF SAID SECTION 12, A DISTANCE OF 374.77 FEET;
THENCE NORTH 89 DEGREES 23 MINUTES 03 SECONDS EAST 348.70 FEET;
THENCE SOUTH 00 DEGREES 14 MINUTES 44 SECONDS EAST 322.01 FEET;
THENCE NORTH 89 DEGREES 39 MINUTES 58 SECONDS EAST 1000.33 FEET;
THENCE SOUTH 89 DEGREES 19 MINUTES 29 SECONDS EAST 1291.82 FEET TO THE EAST LINE OF THE NORTHWEST QUARTER OF SAID SECTION 12;
THENCE SOUTH 00 DEGREES 07 MINUTES 35 SECONDS EAST, ALONG SAID EAST LINE 43.25 FEET TO THE CENTER QUARTER CORNER OF SAID SECTION 12;

THENCE SOUTH 89 DEGREES 55 MINUTES 06 SECONDS WEST ALONG THE SOUTH LINE OF SAID SECTION 12 A DISTANCE OF 2641.44 FEET TO THE POINT OF BEGINNING;

AND

A WELLSITE DESCRIBED AS FOLLOWS:
THE EAST 30.00 FEET OF THE WEST 1368.40 FEET OF THE SOUTH 60.00 FEET OF THE NORTHWEST QUARTER OF SECTION 12, TOWNSHIP 6 SOUTH, RANGE 4 EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY,
PAGE 2
CG 485 SF

(SF 51-53)

ARIZONA;

AND

A WELLSITE DESCRIBED AS FOLLOWS:

THE EAST 30.00 FEET OF THE WEST 108.00 FEET OF THE SOUTH 30.00 FEET
OF THE NORTHWEST QUARTER OF SECTION 12, TOWNSHIP 6 SOUTH, RANGE
4 EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY,
ARIZONA

DESCRIPTION

FOR

CG 1040 SF

(SF 28, 13, 14, 20- 27, 15- 19, 23-54)

JOB NO. 261180

JANUARY 6, 2006

THE SOUTHEAST QUARTER OF THE SOUTHEAST QUARTER OF SECTION 24,
TOWNSHIP 5 SOUTH, RANGE 4 EAST OF THE GILA AND SALT RIVER BASE AND
MERIDIAN, PINAL COUNTY, ARIZONA;

EXCEPT THAT PORTION DESCRIBED AS FOLLOWS:
BEGINNING AT THE SOUTHWEST CORNER OF SAID SOUTHEAST QUARTER;
THENCE NORTH 00 DEGREES 00 MINUTES 01 SECONDS EAST, ALONG THE
WEST LINE OF SAID SOUTHEAST QUARTER 664.85 FEET;
THENCE SOUTH 86 DEGREES 25 MINUTES 28 SECONDS EAST 692.21 FEET;
THENCE SOUTH 00 DEGREES 00 MINUTES 01 SECONDS EAST 662.29 FEET TO
THE SOUTH LINE OF SAID SOUTHEAST QUARTER;
THENCE NORTH 86 DEGREES 38 MINUTES 07 SECONDS WEST, ALONG SAID
SOUTH LINE 692.06 FEET TO THE POINT OF BEGINNING;

AND

ALL OF THAT PORTION OF SECTION 30, TOWNSHIP 5 SOUTH, RANGE 5
EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY,
ARIZONA, LYING NORTHERLY OF THE NORTHEASTERLY RIGHT-OF-WAY OF
THE MARICOPA-CASA GRANDE HIGHWAY;

AND

THE NORTHWEST QUARTER OF THE NORTHWEST QUARTER; THE SOUTH
HALF OF THE NORTHWEST QUARTER AND THE SOUTHWEST QUARTER OF
SECTION 29, TOWNSHIP 5 SOUTH, RANGE 5 EAST OF THE GILA AND SALT
RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA;

AND

PAGE 2
CG 1040 SF
(SF 28, 13, 14, 20- 27, 15- 19, 23-54)

THE EAST 1,000.00 FEET OF SECTION 25, TOWNSHIP 5 SOUTH, RANGE 4 EAST

OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA,
LYING SOUTHERLY OF THE SOUTHWESTERLY RIGHT-OF-WAY OF THE
SOUTHERN PACIFIC RAILROAD;

AND

THAT PORTION OF THE SOUTHWEST QUARTER OF SECTION 30, TOWNSHIP 5
SOUTH, RANGE 5 EAST OF THE GILA AND SALT RIVER BASE AND
MERIDIAN, PINAL COUNTY, ARIZONA, LYING SOUTHERLY OF THE
SOUTHWESTERLY RIGHT-OF-WAY OF THE SOUTHERN PACIFIC RAILROAD,
EXCEPT THE SOUTH 184.09 FEET THEREOF;

AND

THE WEST HALF OF THE NORTHWEST QUARTER OF THE NORTHEAST
QUARTER OF SECTION 29, TOWNSHIP 5 SOUTH, RANGE 5 EAST OF THE GILA
AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA

AND

THE NORTHEAST QUARTER OF THE SOUTHEAST QUARTER OF SECTION 19,
TOWNSHIP 5 SOUTH, RANGE 5 EAST OF THE GILA AND SALT RIVER BASE AND
MERIDIAN, PINAL COUNTY, ARIZONA

DESCRIPTION
FOR
CG MONTGOMERY 240 SF
(SF 33)

JOB NO. 261180

JANUARY 6, 2006

THE NORTHEAST QUARTER AND THE EAST HALF OF THE NORTHWEST
QUARTER OF SECTION 20, TOWNSHIP 5 SOUTH, RANGE 5 EAST OF THE GILA
AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA;

EXCEPT THE SOUTH 1,207.83 FEET OF THE EAST 826.34 FEET THEREOF.

DESCRIPTION
FOR
CHARTWELL CASA GRANDE 40 SF
(SF 35)

JOB NO. 261180

JANUARY 6, 2006

THE NORTHWEST QUARTER OF THE SOUTHEAST QUARTER OF SECTION 20,
TOWNSHIP 5 SOUTH, RANGE 5 EAST OF THE GILA AND SALT RIVER BASE AND
MERIDIAN, PINAL COUNTY, ARIZONA.

DESCRIPTION

FOR

DDY SF

(SF 44 – 45)

JOB NO. 261180

JANUARY 6, 2006

THE WEST HALF OF THE WEST HALF OF THE SOUTHEAST QUARTER OF
SECTION 19, TOWNSHIP 5 SOUTH, RANGE 5 EAST OF THE GILA AND SALT
RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA.

DESCRIPTION

FOR

GALLUP SF

(SF 31-26 SF 30-32 SF 31)

JOB NO. 261180

JANUARY 6, 2006

Rev. March 27, 2008

ALL OF THAT PORTION OF THE NORTHEAST QUARTER OF SECTION 31, TOWNSHIP 5 SOUTH, RANGE 5 EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA, LYING NORTHERLY OF THE NORTHEASTERLY RIGHT-OF-WAY OF THE MARICOPA-CASA GRANDE HIGHWAY;

AND

THAT PORTION OF THE SOUTHEAST QUARTER OF SECTION 30, TOWNSHIP 5 SOUTH, RANGE 5 EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA, LYING SOUTHERLY OF THE SOUTHWESTERLY RIGHT-OF-WAY OF THE SOUTHERN PACIFIC RAILROAD;

AND

THAT PORTION OF SECTION 31, TOWNSHIP 5 SOUTH, RANGE 5 EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA, LYING SOUTHERLY OF THE SOUTHWESTERLY RIGHT-OF-WAY OF THE SOUTHERN PACIFIC RAILROAD:

EXCEPT THE SOUTH HALF OF LOT 4;

AND

THE SOUTH 184.09 FEET OF THE SOUTHWEST QUARTER OF SECTION 30, TOWNSHIP 5 SOUTH, RANGE 5 EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA;

PAGE 2

GALLUP SF

(SF 31-26 SF 30-32 SF 31)

Rev. March 27, 2008

AND

THAT PORTION OF THE SOUTH HALF OF SECTION 32, TOWNSHIP 5 SOUTH, RANGE 5 EAST AND THAT PORTION OF THE NORTH HALF OF SECTION 6, TOWNSHIP 6 SOUTH, RANGE 5 EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA, BEING MORE PARTICULARLY DESCRIBED AS FOLLOWS:

BEGINNING AT THE SOUTHWEST CORNER OF SAID SECTION 32;

THENCE NORTH 00 DEGREES 10 MINUTES 35 SECONDS EAST, ALONG THE WEST LINE OF SAID SOUTHWEST QUARTER 2635.51 FEET TO THE WEST QUARTER CORNER OF SAID SECTION 32;

THENCE SOUTH 89 DEGREES 58 MINUTES 15 SECONDS EAST, ALONG THE EAST WEST MID-SECTION LINE OF SAID SECTION 32 A DISTANCE OF 2,656.24 FEET TO THE CENTER OF SAID SECTION 32;

THENCE SOUTH 89 DEGREES 58 MINUTES 24 SECONDS EAST, CONTINUING ALONG SAID EAST WEST MID-SECTION LINE A DISTANCE OF 91.22 FEET TO THE SOUTHWESTERLY RIGHT-OF-WAY OF THE SOUTHERN PACIFIC RAILROAD;

THENCE SOUTH 53 DEGREES 49 MINUTES 18 SECONDS EAST, ALONG SAID RIGHT-OF-WAY 515.69 FEET;

THENCE SOUTH 00 DEGREES 06 MINUTES 54 SECONDS EAST 2,330.94 FEET TO THE SOUTH LINE OF SAID SECTION 32 AND THE NORTH LINE OF SAID SECTION 6;

THENCE SOUTH 89 DEGREES 57 MINUTES 22 SECONDS EAST, CONTINUING ALONG SAID SOUTH AND NORTH LINE 814.17 FEET;

THENCE SOUTH 00 DEGREES 06 MINUTES 54 SECONDS EAST 2,817.25 FEET TO THE EAST WEST MID-SECTION LINE OF SAID SECTION 6;

THENCE NORTH 89 DEGREES 52 MINUTES 55 SECONDS WEST, ALONG SAID EAST WEST LINE 1,362.29 FEET TO THE CENTER OF SAID SECTION 6;

THENCE NORTH 89 DEGREES 45 MINUTES 59 SECONDS WEST, CONTINUING ALONG SAID EAST WEST LINE 2,586.60 FEET TO THE WEST QUARTER CORNER OF SAID SECTION 6;

THENCE NORTH 00 DEGREES 47 MINUTES 03 SECONDS EAST, ALONG THE WEST LINE OF THE NORTHWEST QUARTER OF SAID SECTION 6 A DISTANCE OF 2,805.99 FEET TO THE NORTHWEST CORNER OF SAID SECTION 6, BEING ON THE SOUTH LINE OF SAID SECTION 32;

THENCE NORTH 89 DEGREES 59 MINUTES 02 SECONDS WEST, ALONG SAID SOUTH LINE 85.89 FEET TO THE POINT OF BEGINNING.

GALLUP SF

(SF 31-26 SF 30-32 SF 31)

JOB NO. 261180

JANUARY 6, 2006

Rev. March 27, 2008

ALL OF THAT PORTION OF THE NORTHEAST QUARTER OF SECTION 31, TOWNSHIP 5 SOUTH, RANGE 5 EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA, LYING NORTHERLY OF THE NORTHEASTERLY RIGHT-OF-WAY OF THE MARICOPA-CASA GRANDE HIGHWAY;

AND

THAT PORTION OF THE SOUTHEAST QUARTER OF SECTION 30, TOWNSHIP 5 SOUTH, RANGE 5 EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA, LYING SOUTHERLY OF THE SOUTHWESTERLY RIGHT-OF-WAY OF THE SOUTHERN PACIFIC RAILROAD;

AND

THAT PORTION OF SECTION 31, TOWNSHIP 5 SOUTH, RANGE 5 EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA, LYING SOUTHERLY OF THE SOUTHWESTERLY RIGHT-OF-WAY OF THE SOUTHERN PACIFIC RAILROAD:

EXCEPT THE SOUTH HALF OF LOT 4;

AND

THE SOUTH 184.09 FEET OF THE SOUTHWEST QUARTER OF SECTION 30, TOWNSHIP 5 SOUTH, RANGE 5 EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA;

AND

THAT PORTION OF THE SOUTH HALF OF SECTION 32, TOWNSHIP 5 SOUTH, RANGE 5 EAST AND THAT PORTION OF THE NORTH HALF OF SECTION 6, TOWNSHIP 6 SOUTH, RANGE 5 EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA, BEING MORE PARTICULARLY DESCRIBED AS FOLLOWS:

BEGINNING AT THE SOUTHWEST CORNER OF SAID SECTION 32;

THENCE NORTH 00 DEGREES 10 MINUTES 35 SECONDS EAST, ALONG THE WEST LINE OF SAID SOUTHWEST QUARTER 2635.51 FEET TO THE WEST QUARTER CORNER OF SAID SECTION 32;

THENCE SOUTH 89 DEGREES 58 MINUTES 15 SECONDS EAST, ALONG THE EAST WEST MID-SECTION LINE OF SAID SECTION 32 A DISTANCE OF 2,656.24 FEET TO THE CENTER OF SAID SECTION 32;

THENCE SOUTH 89 DEGREES 58 MINUTES 24 SECONDS EAST, CONTINUING

PAGE 2

ALONG SAID EAST WEST MID-SECTION LINE A DISTANCE OF 91.22 FEET TO THE SOUTHWESTERLY RIGHT-OF-WAY OF THE SOUTHERN PACIFIC RAILROAD;

THENCE SOUTH 53 DEGREES 49 MINUTES 18 SECONDS EAST, ALONG SAID RIGHT-OF-WAY 515.69 FEET;

THENCE SOUTH 00 DEGREES 06 MINUTES 54 SECONDS EAST 2,330.94 FEET TO THE SOUTH LINE OF SAID SECTION 32 AND THE NORTH LINE OF SAID SECTION 6;

THENCE SOUTH 89 DEGREES 57 MINUTES 22 SECONDS EAST, CONTINUING ALONG SAID SOUTH AND NORTH LINE 814.17 FEET;

THENCE SOUTH 00 DEGREES 06 MINUTES 54 SECONDS EAST 2,817.25 FEET TO THE EAST WEST MID-SECTION LINE OF SAID SECTION 6;

THENCE NORTH 89 DEGREES 52 MINUTES 55 SECONDS WEST, ALONG SAID EAST WEST LINE 1,362.29 FEET TO THE CENTER OF SAID SECTION 6;

THENCE NORTH 89 DEGREES 45 MINUTES 59 SECONDS WEST, CONTINUING ALONG SAID EAST WEST LINE 2,586.60 FEET TO THE WEST QUARTER CORNER OF SAID SECTION 6;

THENCE NORTH 00 DEGREES 47 MINUTES 03 SECONDS EAST, ALONG THE WEST LINE OF THE NORTHWEST QUARTER OF SAID SECTION 6 A DISTANCE OF 2,805.99 FEET TO THE NORTHWEST CORNER OF SAID SECTION 6, BEING ON THE SOUTH LINE OF SAID SECTION 32;

THENCE NORTH 89 DEGREES 59 MINUTES 02 SECONDS WEST, ALONG SAID SOUTH LINE 85.89 FEET TO THE POINT OF BEGINNING.

DESCRIPTION

FOR

NS 120 SF

(SF 7 - 8 - 12)

JOB NO. 261180

JANUARY 6, 2006

THE SOUTHWEST QUARTER OF THE NORTHEAST QUARTER;
THE SOUTHEAST QUARTER OF THE NORTHEAST QUARTER AND THE
NORTHEAST QUARTER OF THE SOUTHEAST QUARTER OF SECTION 24,
TOWNSHIP 5 SOUTH, RANGE 4 EAST OF THE GILA AND SALT RIVER BASE AND
MERIDIAN, PINAL COUNTY, ARIZONA.

DESCRIPTION
FOR
RICHARD AND DANA SF
(SF 2 SF 36)

JOB NO. 261180

JANUARY 6, 2006

THE SOUTH HALF OF THE SOUTH HALF OF THE WEST HALF OF THE
SOUTHEAST QUARTER OF SECTION 24, TOWNSHIP 5 SOUTH, RANGE 4 EAST
OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA;

AND

THE NORTH HALF OF THE NORTHWEST QUARTER OF THE SOUTHWEST
QUARTER OF SECTION 20, TOWNSHIP 5 SOUTH, RANGE 5 EAST OF THE GILA
AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA.

DESCRIPTION
FOR
RRY CASA GRANDE 320 SF
(SF 42 – 43)

JOB NO. 261180

JANUARY 6, 2006

**LOTS 1 AND 2; THE EAST HALF OF THE NORTHWEST QUARTER AND THE
NORTHEAST QUARTER OF SECTION 19, TOWNSHIP 5 SOUTH, RANGE 5 EAST
OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA;**

EXCEPT THE NORTH 615.67 FEET OF LOT 1.

DESCRIPTION
FOR
RRY REAL ESTATE SF
(SF 4 – 5)

JOB NO. 261180

JANUARY 6, 2006

THE NORTHEAST QUARTER OF THE NORTHEAST QUARTER OF SECTION 24,
TOWNSHIP 5 SOUTH, RANGE 4 EAST OF THE GILA AND SALT RIVER BASE AND
MERIDIAN, PINAL COUNTY, ARIZONA;

EXCEPT THE EAST 405.00 FEET THEREOF.

DESCRIPTION
FOR
SACATON BL SF
(SF 46 - 49)

JOB NO. 261180

JANUARY 6, 2006

THE SOUTH HALF OF SECTION 17, TOWNSHIP 5 SOUTH, RANGE 5 EAST OF
THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA;

EXCEPT THE SOUTHEAST QUARTER OF THE SOUTHEAST QUARTER THEREOF.

DESCRIPTION

FOR

SVVM 80 SF

(SF 29)

JOB NO. 261180

JANUARY 6, 2006

THAT PORTION OF THE SOUTH HALF OF THE NORTHEAST QUARTER OF SECTION 29, TOWNSHIP 5 SOUTH, RANGE 5 EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA, BEING MORE PARTICULARLY DESCRIBED AS FOLLOWS:

BEGINNING AT THE SOUTHWEST CORNER OF SAID SOUTH HALF;
THENCE NORTH 00 DEGREES 03 MINUTES 56 SECONDS EAST, ALONG THE WEST LINE OF SAID SOUTH HALF 1318.32 FEET TO THE NORTHWEST CORNER OF SAID SOUTH HALF;
THENCE SOUTH 89 DEGREES 57 MINUTES 14 SECONDS EAST, ALONG THE NORTH LINE OF SAID SOUTH HALF 1,644.32 FEET;
THENCE SOUTH 00 DEGREES 08 MINUTES 50 SECONDS WEST 1,318.22 FEET TO THE SOUTH LINE OF SAID SOUTH HALF;
THENCE NORTH 89 DEGREES 57 MINUTES 27 SECONDS WEST, ALONG SAID SOUTH LINE 1,642.45 FEET TO THE POINT OF BEGINNING.

DESCRIPTION

FOR

V MONTY SF

(SF 34 SF 40)

JOB NO. 261180

JANUARY 6, 2006

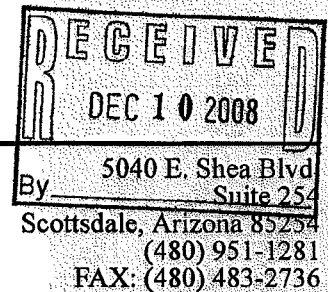
THE NORTHEAST QUARTER OF THE SOUTHEAST QUARTER SECTION 20,
TOWNSHIP 5 SOUTH, RANGE 5 EAST OF THE GILA AND SALT RIVER BASE AND
MERIDIAN, PINAL COUNTY, ARIZONA;

EXCEPT THE EAST 826.33 FEET THEREOF;

AND

THE SOUTH HALF OF THE SOUTHWEST QUARTER OF THE SOUTHEAST
QUARTER OF SECTION 20, TOWNSHIP 5 SOUTH, RANGE 5 EAST OF THE
GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA.

LKY Development Company, Inc.



December 5, 2008

Ms. Cindy Liles
Vice President and CFO
Global Water Management, L.L.C.
22601 North 19th Avenue, Suite 210
Phoenix, AZ 85027

#10 #110
#11 #24
#12
#14
#15

RE: Water and Wastewater Services

Dear Ms. Liles,

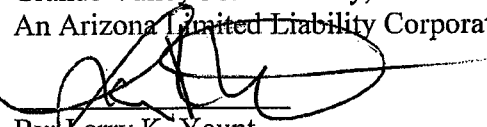
Please accept this letter as a request for service from Grande Valley Multi Family, L.L.C. for water and wastewater services to approximately 295 acres, more particularly described as Exhibit A attached hereto.

This property originally requested service under the following entity names, which have now changed legal ownership to Grande Valley Single Family, L.L.C. (Casa Grande 1040 Limited Partnership L.L.L.P., Gallup Financial, L.L.C., CG 215 Limited Partnership L.L.L.P., Gasa Grande Montgomery 240 Limited Partnership L.L.L.P., SVVM 80 Limited Partnership L.L.L.P., VV/Monty, L.L.C., RRY Real Estate, L.L.C., Montgomery 156 Limited Partnership L.L.L.P.)

It is our intention to continue to pursue the preliminary platting, rezoning and development of this planned area, in order to serve single family residential homes, multi-family residential homes, and/or commercial uses.

Grande Valley Multi Family, L.L.C. would like to be included in your next available expansion of service areas for Global Water - Santa Cruz Water Company and Global Water - Palo Verde Utilities Company.

Grande Valley Multi Family, L.L.C.
An Arizona Limited Liability Corporation


By: Larry K. Yount
Its: Manager

DESCRIPTION

FOR

CG 215 MF

(MF 50)

JOB NO. 261180

JANUARY 6, 2006

THAT PORTION OF THE EAST HALF OF SECTION 25, TOWNSHIP 5 SOUTH, RANGE 4 EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA, BEING MORE PARTICULARLY DESCRIBED AS FOLLOWS:

COMMENCING AT THE SOUTH QUARTER CORNER OF SAID SECTION 25;
THENCE NORTH 00 DEGREES 03 MINUTES 52 SECONDS WEST, ALONG THE NORTH SOUTH MID-SECTION LINE OF SAID SECTION 25 A DISTANCE OF 3,166.49 FEET TO THE POINT OF BEGINNING;
THENCE NORTH 00 DEGREES 03 MINUTES 52 SECONDS WEST, CONTINUING ALONG THE NORTH SOUTH MID-SECTION LINE OF SAID SECTION 25 A DISTANCE OF 1413.39 FEET TO THE SOUTHWESTERLY RIGHT-OF-WAY OF THE SOUTHERN PACIFIC RAILROAD;
THENCE SOUTH 53 DEGREES 49 MINUTES 18 SECONDS EAST, ALONG SAID RIGHT-OF-WAY 400.25 FEET;
THENCE NORTH 36 DEGREES 10 MINUTES 42 SECONDS EAST, ALONG SAID RIGHT-OF-WAY 100.00 FEET;
THENCE SOUTH 53 DEGREES 49 MINUTES 18 SECONDS EAST, ALONG SAID RIGHT-OF-WAY 523.93 FEET;
THENCE SOUTH 00 DEGREES 00 MINUTES 35 SECONDS EAST, LEAVING SAID RIGHT-OF-WAY 954.74 FEET;
THENCE NORTH 89 DEGREES 33 MINUTES 33 SECONDS WEST 803.61 FEET TO THE POINT OF BEGINNING;

EXCEPT ONE HALF OF ALL MINERAL RIGHTS AS RESERVED IN DOCKET 283, PAGE 244.

DESCRIPTION

FOR

CG 1040 MF

(MF 13B)

JOB NO. 261180

JANUARY 6, 2006

THE WEST HALF OF THE NORTHWEST QUARTER OF SECTION 28, TOWNSHIP 5
SOUTH, RANGE 5 EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN,
PINAL COUNTY, ARIZONA;

EXCEPT THE NORTH 1,319.38 FEET THEREOF.

DESCRIPTION
FOR
CG MONTGOMERY 240 MF
(MF 33)

JOB NO. 261180

JANUARY 6, 2006

THE SOUTH 1,207.83 FEET OF THE EAST 826.34 FEET OF THE NORTHEAST
QUARTER OF SECTION 20, TOWNSHIP 5 SOUTH, RANGE 5 EAST OF THE GILA
AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA

DESCRIPTION

FOR

GALLUP MF

(MF13A)

JOB NO. 261180

JANUARY 6, 2006

THE SOUTH 373.54 FEET OF THE NORTH 1,319.38 FEET OF THE WEST HALF
OF THE NORTHWEST QUARTER OF SECTION 28, TOWNSHIP 5 SOUTH, RANGE
5 EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL
COUNTY, ARIZONA.

DESCRIPTION

FOR

GALLUP MF

(MF32)

JOB NO. 261180

JANUARY 6, 2006

Rev. March 27, 2008

THAT PORTION OF THE SOUTHEAST QUARTER OF SECTION 32, TOWNSHIP 5 SOUTH, RANGE 5 EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA BEING MORE PARTICULARLY DESCRIBED AS FOLLOWS:

COMMENCING AT THE SOUTHEAST CORNER OF SAID SECTION 32;
THENCE NORTH 89 DEGREES 57 MINUTES 22 SECONDS WEST, ALONG THE SOUTH LINE OF SAID SOUTHEAST QUARTER 1,320.48 FEET TO THE POINT OF BEGINNING;

THENCE NORTH 89 DEGREES 57 MINUTES 22 SECONDS WEST, CONTINUING ALONG SAID SOUTH LINE 814.17 FEET;

THENCE NORTH 00 DEGREES 06 MINUTES 54 SECONDS WEST 2,330.94 FEET TO THE SOUTHWESTERLY RIGHT-OF-WAY OF THE SOUTHERN PACIFIC RAILROAD;

THENCE SOUTH 53 DEGREES 49 MINUTES 18 SECONDS EAST, ALONG SAID RIGHT-OF-WAY 1,010.13 FEET;

THENCE SOUTH 00 DEGREES 06 MINUTES 54 SECONDS EAST 1,735.28 FEET TO THE POINT OF BEGINNING.

DESCRIPTION
FOR
MONTGOMERY 156 MF
(MF 7)

JOB NO. 261180

JANUARY 6, 2006

THE NORTHWEST QUARTER OF SECTION 5, TOWNSHIP 6 SOUTH, RANGE
5 EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL
COUNTY, ARIZONA;

EXCEPT THE WEST 864.86 FEET THEREOF;

AND

EXCEPT ANY PORTION LYING NORTHERLY OF THE SOUTHWESTERLY
RIGHT-OF-WAY OF THE SOUTHERN PACIFIC RAILROAD.

DESCRIPTION
FOR
RRY REAL ESTATE MF
(MF 12)

JOB NO. 261180

JANUARY 6, 2006

THE SOUTH 378.68 FEET OF THE NORTHEAST QUARTER OF THE
NORTHEAST QUARTER OF SECTION 29, TOWNSHIP 5 SOUTH, RANGE 5
EAST OF THE GILA AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY,
ARIZONA.

DESCRIPTION

FOR

SVVM 80 MF

(MF 29)

JOB NO. 261180

JANUARY 6, 2006

THE EAST 1,015.30 FEET OF THE SOUTH HALF OF THE NORTHEAST QUARTER
OF SECTION 29, TOWNSHIP 5 SOUTH, RANGE 5 EAST OF THE GILA AND
SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA.

DESCRIPTION

FOR

VV MONTY MF

(MF 34)

JOB NO. 261180

JANUARY6, 2006

THE EAST 826.33 FEET OF THE NORTHEAST QUARTER OF THE SOUTHEAST
QUARTER OF SECTION 20, TOWNSHIP 5 SOUTH, RANGE 5 EAST OF THE GILA
AND SALT RIVER BASE AND MERIDIAN, PINAL COUNTY, ARIZONA.

LITERATURE

November 14th, 2008

Ms. Cindy Lies
Vice President & CFO LLC
Dear Valley Financial Center
22601 N 19th Avenue, Suite 210
Phoenix, AZ 85027

#26

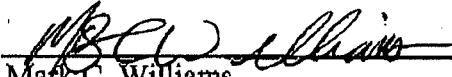
RE: Water and Wastewater Service for approximately 40 acres at the NWC of Val Vista Road and Montgomery Road in Pinal County, Arizona. Pinal County Tax Parcel Number: 520-32-009D

Please accept this letter as a request for service from Val Vista & Montgomery, LLC and Mark C. Williams (Managing Member) for water and wastewater service to approximately 40 acres at the NWC of Val Vista Road and Montgomery Road.

We would like 40 acres to be included in your next available expansion of service areas for Santa Cruz Water Company and Palo Verde Utility Company.

Please contact me if you have any questions. I can be reached at 602-424-9555

Sincerely,


Mark C. Williams
Managing Member
Val Vista & Montgomery, LLC

To: J. C. Williams

November 14th, 2008

#27

Ms. Cindy Lies
Vice President & CFO LLC
Dear Valley Financial Center
22601 N 19th Avenue, Suite 210
Phoenix, AZ 85027

RE: Water and Wastewater Service for approximately 160 acres at the SWC of Woodruff Road and Montgomery Road in Pinal County, Arizona. Pinal County Tax Parcel Number: 502-25-009

Please accept this letter as a request for service from Grande Valley Ventures LLC and Mark C. Williams (Managing Member) for water and wastewater service to approximately 160 acres at the SWC corner of Woodruff Road and Montgomery Road.

We would like 160 acres to be included in your next available expansion of service areas for Santa Cruz Water Company and Palo Verde Utility Company.

Please contact me if you have any questions. I can be reached at 602-424-9555

Sincerely,



Mark C. Williams
Managing Member
Grande Valley Ventures, LLC



December 8, 2008

Ms. Jennie Perez
Global Water
21410 North 19th Avenue
Suite 201
Phoenix, AZ 85027

#58

Re: Legends – Utility Service

Dear Ms. Perez: .

Legends Property, LLC owns approximately 6,900 acres on the western boundary of the City of Casa Grande, AZ. The legal description for the property is attached for your use.

We would like to request utility service from Global Water - Santa Cruz Water Company and Global Water – Palo Verde Utilities Company for water, wastewater and reclaimed water service for the development.

Given the current housing market status, the timing of the development is unknown at this time. However, we are hopeful that the project would proceed forward with development within 3 to 5 years. It is anticipated that the build-out for the development will take 10 – 15 years once the first phase of the development has commenced. There may be one or two golf courses located within the development but this will be determined by market demand in the area once development has started. The golf courses, if constructed, would probably be included in the second phase of development.

Please let us know if there is any additional information that is required to provide utility service to this development.

Sincerely,
Legends Property, LLC



Fritz H. Wolff
Manager

8320 E. Hartford Drive | Suite 101
Scottsdale | Arizona 85255
(P) 480.315.9595 | (F) 480.315.1739
www.awolff.com

ORDER NO.: 07260193

POLICY NO.: O-9401-10539

Exhibit A

The Southeast quarter of Section 7, a portion of Section 8, and a portion of Section 17, all located within Township 6 South, Range 5 East of the Gila and Salt River Meridian, Pinal County, Arizona, described as follows:

BEGINNING a brass cap (flush), found and accepted as the monument for the West quarter corner of said Section 17, also being the most westerly southwest corner of "Desert Carmel, Section F", a subdivision recorded in Book 15 of Maps, Page 4, Pinal County Records;

Thence along the common west line of the Northwest quarter of said Section 17 and the west line of said "Desert Carmel Section F", North 00 degrees 51 minutes 11 seconds West a distance of 2678.75 feet to a brass cap (flush), found and accepted as common corner of said Sections 7, 8, 17 and Section 18, also being the common northwest corner of said "Desert Carmel Section F" and the southeast corner of "Desert Carmel Section T", a subdivision recorded in Book 14 of Maps, Page 15, Pinal County Records;

Thence along the South line of the Southeast quarter of said Section 7 and the south line of said "Desert Carmel Section T", Book 14 of Maps, Page 15 and Book 13 of Maps, Page 59, Pinal County Records, South 89 degrees 52 minutes 37 seconds West a distance of 2651.13 feet to an aluminum cap, found and accepted as the monument for the South quarter corner of said Section 7, also being the southwest corner of said "Desert Carmel Section T", as shown in Book 13 of Maps, Page 59, Pinal County Records;

Thence along the west line of said Southeast quarter and the west line of said "Desert Carmel Section T", as shown in Book 13 of Maps, Page 59 and "Desert Carmel Section T", a subdivision recorded in Book 13 of Maps, Page 70, Pinal County Records, North 00 degrees 28 minutes 42 seconds East a distance of 2653.47 feet to a brass cap, found and accepted as the monument for the center of said Section 7, also being the northwest corner of said "Desert Carmel Section T", as shown in Book 13 of Maps, Page 70, Pinal County Records;

Thence along the north line of said Southeast quarter and the north line of said "Desert Carmel Section T", as shown in Book 13 of Maps, Page 70 and as shown in Book 14 of Maps, Page 15, North 89 degrees 58 minutes 14 seconds East a distance of 2655.20 feet to an iron pipe, found and accepted as the monument for the common quarter corner of said Sections 7 and 8, also being the northeast corner of said "Desert Carmel Section T" as shown in said Book 14 of Maps, Page 15;

Thence along the west line of the Northwest quarter of said Section 8, also being the west line of "Desert Carmel Section N", a subdivision recorded in Book 14 of Maps, Page 11, Pinal County Records, North 00 degrees 33 minutes 13 seconds East a distance of 2655.86 feet to a brass cap (flush), found and accepted as the monument for the Northwest corner of said Section 8 and also the northwest corner of said "Desert Carmel Section N";

Thence along the north line of said Northwest quarter of Section 8, also being the north line of said "Desert Carmel Section N", North 89 degrees 52 minutes 48 seconds East a distance of 175.02 feet;

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Thence departing said north line of the Northwest quarter, along the northeasterly line of said "Desert Carmel Section N", South 54 degrees 30 minutes 05 seconds East a distance of 3130.42 feet;

Thence continuing along said northeasterly line, South 78 degrees 33 minutes 42 seconds East a distance of 2617.87 feet to a point of the east line of the Northeast quarter of said Section 8, also being the northeast corner of said "Desert Carmel Section N";

Thence along the east line of said Northeast quarter, also being the east line of said "Desert Carmel Section N", South 00 degrees 26 minutes 14 seconds West a distance of 300.00 feet to a brass cap (flush), found and accepted as the monument for the East quarter corner of said Section 8;

Thence along the east line of the Southeast quarter of said Section 8, continuing along the east line of said "Desert Carmel Section N", South 00 degrees 29 minutes 27 seconds West a distance of 2653.68 feet to the center of a steel manhole cover, accepted as the common corner of said Sections 8 and 17, Sections 9 and 16, Township 6 South, Range 5 East;

Thence along the south line of the Southeast quarter of said Section 8, South 89 degrees 52 minutes 21 seconds West a distance of 238.58 feet to a point on the centerline of Kortsen Road, as shown on said "Desert Carmel Section N";

Thence South 65 degrees 44 minutes 32 seconds West a distance of 524.87 feet to a point on said centerline of Kortsen Road;

Thence South 46 degrees 40 minutes 39 seconds West a distance of 171.04 feet to a point on said centerline of Kortsen Road;

Thence South 37 degrees 11 minutes 30 seconds West a distance of 174.04 feet to a found rebar to a point on said centerline of Kortsen Road;

Thence along said centerline of Kortsen Road, South 31 degrees 18 minutes 13 seconds West a distance of 887.38 feet to the intersection of the centerline of Estanquillo Avenue, as shown on the aforementioned "Desert Carmel Section F", being monumented with a found 3/4" iron pipe;

Thence along said centerline of Estanquillo Avenue, North 62 degrees 10 minutes 29 seconds West a distance of 636.93 feet to the centerline of Castillo Drive;

Thence South 23 degrees 39 minutes 16 seconds West a distance of 145.87 feet to a point on said centerline of Castillo Drive;

Thence South 27 degrees 41 minutes 36 seconds West a distance of 152.98 feet to a point on said centerline of Castillo Drive;

Thence South 33 degrees 01 minutes 20 seconds West a distance of 120.15 feet to a point on said centerline of Castillo Drive;

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Thence South 38 degrees 07 minutes 34 seconds West a distance of 208.86 feet to a point on said centerline of Castillo Drive;

Thence South 44 degrees 47 minutes 51 seconds West a distance of 146.79 feet to a point at the center of the intersection of Castillo Drive and Cochise Drive, monumented with a found 3/4" iron pipe;

Thence South 43 degrees 03 minutes 49 seconds East a distance of 92.16 feet to a point on said centerline of Cochise Drive;

Thence South 39 degrees 31 minutes 17 seconds East a distance of 174.63 feet to a point on said centerline of Cochise Drive;

Thence South 34 degrees 53 minutes 22 seconds East a distance of 116.33 feet to a point on said centerline of Cochise Drive;

Thence South 30 degrees 49 minutes 16 seconds East a distance of 119.33 feet to a point on said centerline of Cochise Drive;

Thence South 24 degrees 33 minutes 53 seconds East a distance of 295.97 feet to a point on said centerline of Cochise Drive;

Thence along said centerline of Cochise Drive, South 21 degrees 49 minutes 46 seconds East a distance of 156.67 feet to the centerline of Finaly Road, monumented with a found 3/4" iron pipe;

Thence along said centerline of Finaly Road, South 68 degrees 02 minutes 10 seconds West a distance of 118.49 feet;

Thence South 65 degrees 53 minutes 58 seconds West a distance of 216.73 feet to a point on said centerline of Finaly Road;

Thence South 61 degrees 46 minutes 21 seconds West a distance of 233.68 feet to a point on said centerline of Finaly Road;

Thence South 59 degrees 37 minutes 17 seconds West a distance of 100.03 feet to a point at the center of the intersection of Finaly Road and Fiesta Drive, monumented with a found 3/4" iron pipe;

Thence North 34 degrees 48 minutes 42 seconds West a distance of 78.40 feet to a point on said centerline of Fiesta Drive, monumented with a found 3/4" iron pipe;

Thence South 44 degrees 45 minutes 22 seconds West a distance of 82.57 feet to an aluminum cap (flush), found and accepted as the monument for the center of said Section 17;

Thence along the south line of the aforementioned Northwest quarter of Section 17, also being the south line of the aforementioned "Desert Carmel Section F", South 89 degrees 35 minutes 24 seconds West a distance of 2658.17 feet to the **POINT OF BEGINNING**;

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Except Candlestick Drive as dedicated on plat of Desert Carmel Section "N", according to Book 14 of Maps, page 11, records of Pinal County, Arizona; and also

Except Candelstick Drive as dedicated on plat of Desert Carmel Section "F", according to Book 15 of Maps, page 4, records of Pinal County, Arizona; and also

Except Lots 2, 3, 4, 27, 28, 40, 62, 65, 83, 84, 97, 104, 129, 151, 152, 154, 156, 157, 170, and 171, Desert Carmel Section "T", per plat recorded in Book 13 of Maps and plats at page 59, together with that portion of the vacated streets, alleys and drainage ways abutting said Lots as set forth in Resolution No. 100383 recorded in Docket 1188, page 551 and Resolution No. 40284 recorded in Docket 1217, page 148, records of Pinal County, Arizona; and also

Except Lots 250, 292, 329, and 332, Desert Carmel Section "T", per plat recorded in Book 13 of Maps and plats at page 70, together with that portion of the vacated streets, alleys and drainage ways abutting said Lots as set forth in Resolution No. 100383 recorded in Docket 1188, page 551 and Resolution No. 40284 recorded in Docket 1217, page 148, records of Pinal County, Arizona; and also

Except Lots 401, 416, 428, 437, 438, 642, 648, and 659, Desert Carmel Section "T", per plat recorded in Book 14 of Maps and plats at page 15, together with that portion of the vacated streets, alleys and drainage ways abutting said Lots as set forth in Resolution No. 100383 recorded in Docket 1188, page 551 and Resolution No. 40284 recorded in Docket 1217, page 148, records of Pinal County, Arizona; and also

Except Lots 194, 240, 395 and 427, Desert Carmel Section "N", per plat recorded in Book 14 of Maps and plats at page 11, together with that portion of the vacated streets, alleys and drainage ways abutting said Lots as set forth in Resolution No. 100383 recorded in Docket 1188, page 551 and Resolution No. 40284 recorded in Docket 1217, page 148, records of Pinal County, Arizona; and also

Except Lots 79, 427, 502, 506, 592 and 596, Desert Carmel Section "F", according to Book 15 of Maps, page 4, together with that portion of the vacated streets, alleys and drainage ways abutting said Lots as set forth in Resolution No. 100383 recorded in Docket 1188, page 551 and Resolution No. 40284 recorded in Docket 1217, page 148, records of Pinal County, Arizona; and also

EXCEPTING THEREFROM any oil, gas, petroleum, natural gas, coal, lignite and other hydrocarbons by whatever name, uranium, metals (including, without limitation, copper), and all minerals, gases and geothermal energy and geothermal substances and rights, whatsoever pertaining thereto, as conveyed by Deeds recorded in Fee Nos. 2007-131163, 2007-131164; 2007-131165 and 2007-131166.

ORDER NO.: 07260191

POLICY NO.: O-9401-10575

Exhibit A

Parcel No. 1:

Lots 1, 2 and 5 and the Southwest quarter of the Northeast quarter of Section 1, Township 6 South, Range 4 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona;

Except the South 115.5 feet of said Lot 5; and also

Except the South 115.5 feet of the said Southwest quarter of the Northeast quarter.

Parcel No. 2:

Lots 6 and 7 and the West half of the Southeast quarter of Section 1, Township 6 South, Range 4 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona;

Except the North 140 feet of said Lot 6; and also

Except the North 140 feet of the said West half of the Southeast quarter.

Parcel No. 3:

Lots 3 and 4 and the West half of the Southeast quarter and the Southwest quarter of Section 12, Township 6 South, Range 4 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona;

Except that portion thereof lying within the following described Exception Area 3:

That portion of the Southwest quarter of Section 12, Township 6 South, Range 4 East, of the Gila and Salt River Base and Meridian, Maricopa County, Arizona, described as follows:

Commencing at a rebar, found and accepted as the monument for the West quarter corner of said Section 12, from which a brass cap flush, found and accepted as the monument for the Southwest corner of said Section, bears South 00 degrees 07 minutes 00 seconds East a distance of 2,642.12 feet;

Thence along the North line of said Southwest quarter, North 89 degrees 54 minutes 09 seconds East, a distance of 33.00 feet to a point on the East right-of-way line of Indian Valley Road, being the Point of Beginning;

Thence continuing along said North line, North 89 degrees 54 minutes 09 seconds East, a distance of 660.00 feet;

Thence departing said North line, parallel with and 693.00 feet East of the West line of said Southwest quarter, South 00 degrees 07 minutes 00 seconds East, a distance of 660.00 feet;

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Thence parallel with and 660.00 feet South of said North line, South 89 degrees 54 minutes 09 seconds West, a distance of 660.00 feet to a point on said East right-of-way;

Thence along said East right-of-way, parallel with and 33.00 feet East of said West line, North 00 degrees 07 minutes 00 seconds West, a distance of 660.00 feet to the Point of Beginning.

Parcel No. 4:

The Northeast quarter of Section 12, Township 6 South, Range 4 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona;

Except all coal and other minerals, as reserved in the Patent recorded in Book 64 of Deeds, page 175.

Parcel No. 5:

Section 13, Township 6 South, Range 4 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona.

Parcel No. 6:

The Northeast quarter and the Northwest quarter and the Southeast quarter of Section 23, Township 6 South, Range 4 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona;

Except all coal and other minerals in said Northwest quarter as reserved in the Patent recorded in Book 38 of Deeds, page 19; and also

Except the South 50 feet of the Southeast quarter for roadway as granted to the State of Arizona in Deed recorded in Book 49 of Deeds, page 272.

Parcel No. 7:

Section 24, Township 6 South, Range 4 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona;

Except all coal and other minerals in the West half of said Section 24, as reserved in the Patent recorded in Book 49 of Deeds, page 181; and also

Except the South 50 feet of the Southwest quarter for roadway as granted to the State of Arizona in Deed recorded in Book 53 of Deeds, pages 253 and 254.

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Parcel No. 8:

The North half of Section 25, Township 6 South, Range 4 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona;

Except the East half of the Northeast quarter of the Northeast quarter thereof.

Parcel No. 9:

The North half of Section 26, Township 6 South, Range 4 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona;

Except the West half of the Northwest quarter of the Northwest quarter thereof; and also

Except the North half of the Northwest quarter of the Southwest quarter of the Northwest quarter thereof; and also

Except the North 50 feet for roadway as granted to the State of Arizona in Deed recorded in Book 49 of Deeds, page 277.

Parcel No. 10:

The East half of Section 5, Township 6 South, Range 5 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona;

Except that part lying Northeasterly of the Southwesterly right of way line of the Southern Pacific Railroad.

Parcel No. 11:

The East half of the Southwest quarter of Section 5, Township 6 South, Range 5 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona;

Except the North 200 feet thereof.

Parcel No. 12:

The West half of the Southwest quarter of Section 5, Township 6 South, Range 5 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona;

Except that portion described as follows:

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Beginning at the West quarter corner of said Section 5;

Thence South 89 degrees 54 minutes East, record (North 89 degrees 50 minutes 04 seconds East, measured), along the North boundary of said West half of the Southwest quarter of Section 5, a distance of 1302.9 feet, record (1295.62 feet, measured);

Thence South 1 degrees 30 minutes 30 seconds West, record (South 01 degrees 00 minutes 44 seconds West, measured), along the East boundary of said West half of the Southwest quarter of Section 5, a distance of 287.8 feet, record (287.81 feet, measured);

Thence South 89 degrees 59 minutes West, a distance of 1305.8 feet, record (South 89 degrees 43 minutes 43 seconds West, a distance of 1299.07 feet, measured);

Thence North 2 degrees 03 minutes 30 seconds East, record (North 01 degrees 40 minutes 58 seconds East, measured) along the West boundary of said Section 5, a distance of 290.3 feet to the Point of Beginning.

Parcel No. 13:

The Southeast quarter of Section 6, Township 6 South, Range 5 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona;

Except the North 300 feet thereof.

Parcel No. 14:

Lots 6 and 7 and the East half of the Southwest quarter of Section 6, Township 6 South, Range 5 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona;

Except the North 300 feet of the said East half of the Southwest quarter; and also
Except the North 140 feet of said Lot 6.

Parcel No. 15:

The Northeast quarter and Lots 1 and 2 and the East half of the Northwest quarter of Section 7, Township 6 South, Range 5 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona.

Parcel No. 16:

Lots 3 and 4 and the East half of the Southwest quarter of Section 7, Township 6 South, Range 5 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona.

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Parcel No. 17:

Section 8, Township 6 South, Range 5 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona;

Except that portion thereof lying within the following described property:

That portion of the East half of the Northeast quarter of Section 8, Township 6 South, Range 5 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona, described as follows:

Beginning at the Northeast corner of said Section 8;

Thence South 00 degrees 24 minutes 58 seconds West along the East line of said Section 8, 1327.62 feet to the North sixteenth corner of the Northeast quarter of said Section 8;

Thence North 75 degrees 57 minutes 47 seconds West, a distance of 136.06 feet to the Point of Beginning;

Thence South 6 degrees 30 minutes 00 seconds West, a distance of 220.00 feet to a point;

Thence North 83 degrees 30 minutes 00 seconds West, a distance of 360.00 feet to a point;

Thence North 6 degrees 30 minutes 00 seconds East, a distance of 220.00 feet to a point;

Thence South 83 degrees 30 minutes 00 seconds East, a distance of 360.00 feet to the Point of Beginning; and also

Except that portion lying within the following described Exception Area No. 1:

That portion of the Northeast quarter of Section 8, Township 6 South, Range 5 East of the of the Gila and Salt River Base and Meridian, Pinal County, Arizona, described as follows:

The North 692.98 feet of the East 692.98 feet of said Northeast quarter;

Except the East 33 feet and Except the North 33 feet thereof; and also

Except that portion thereof lying within the following described property (being a portion of Phase 2 property):

The Southeast quarter of Section 7, a portion of Section 8, and a portion of Section 17, all located within Township 6 South, Range 5 East of the Gila and Salt River Meridian, Pinal County, Arizona, described as follows:

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BEGINNING a brass cap (flush), found and accepted as the monument for the West quarter corner of said Section 17, also being the southwest corner of "Desert Carmel, Section F", a subdivision recorded in Book 15 of Maps, Page 4, Pinal County Records;

Thence along the common west line of the Northwest quarter of said Section 17 and the west line of said "Desert Carmel Section F", North 00 degrees 51 minutes 11 seconds West a distance of 2678.75 feet to a brass cap (flush), found and accepted as common corner of said Sections 7, 8, 17 and Section 18, also being the common northwest corner of said "Desert Carmel Section F" and the southeast corner of "Desert Carmel Section T", a subdivision recorded in Book 14 of Maps, Page 15, Pinal County Records;

Thence along the South line of the Southeast quarter of said Section 7 and the south line of said "Desert Carmel Section T", South 89 degrees 52 minutes 37 seconds West a distance of 2651.13 feet to an aluminum cap, found and accepted as the monument for the South quarter corner of said Section 7, also being the southwest corner of said "Desert Carmel Section T", as shown in Book 13 of Maps, Page 59, Pinal County Records;

Thence along the west line of said Southeast quarter and the west line of said "Desert Carmel Section T", as shown in Book 13 of Maps, Page 59 and "Desert Carmel Section T", a subdivision recorded in Book 13 of Maps, Page 70, Pinal County Records, North 00 degrees 28 minutes 42 seconds East a distance of 2653.47 feet to a brass cap, found and accepted as the monument for the center of said Section 7, also being the northwest corner of said "Desert Carmel Section T", as shown in Book 13 of Maps, Page 70, Pinal County Records;

Thence along the north line of said Southeast quarter and the north line of said "Desert Carmel Section T" as shown in Book 13 of Maps, Page 70 and as shown in Book 14 of Maps, page 15, North 89 degrees 58 minutes 14 seconds East a distance of 2655.20 feet to an iron pipe, found and accepted as the monument for the common quarter corner of said Sections 7 and 8, also being the northeast corner of said "Desert Carmel Section T" as shown in said Book 14 of Maps, Page 15;

Thence along the west line of the Northwest quarter of said Section 8, also being the west line of "Desert Carmel Section N", a subdivision recorded in Book 14 of Maps, Page 11, Pinal County Records, North 00 degrees 33 minutes 13 seconds East a distance of 2655.86 feet to a brass cap (flush), found and accepted as the monument for the Northwest corner of said Section 8;

Thence along the north line of said Northwest quarter of Section 8, also being the north line of said "Desert Carmel Section N", North 89 degrees 52 minutes 48 seconds East a distance of 175.02 feet;

Thence departing said north line of the Northwest quarter, along the northeasterly line of said "Desert Carmel Section N", South 54 degrees 30 minutes 05 seconds East a distance of 3130.42 feet;

Thence continuing along said northeasterly line, South 78 degrees 33 minutes 42.47 seconds East a distance of 2617.87 feet to a point of the east line of the Northeast quarter of said Section 8;

Thence along the east line of said Northeast quarter, also being the east line of said "Desert Carmel Section N", South 00 degrees 26 minutes 14 seconds West a distance of 300.00 feet to a brass cap (flush), found and accepted as the monument for the East quarter corner of said Section 8;

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Thence along the east line of the Southeast quarter of said Section 8, continuing along the east line of said "Desert Carmel Section N", South 00 degrees 29 minutes 27 seconds West a distance of 2653.68 feet to the center of a steel manhole cover, accepted as the common corner of said Sections 8 and 17, Sections 9 and 16;

Thence along the south line of the Southeast quarter of said Section 8, South 89 degrees 52 minutes 21 seconds West a distance of 238.58 feet to a point on the centerline of Kortsen Road, as shown on said "Desert Carmel Section N";

Thence along said centerline, South 65 degrees 44 minutes 32 seconds West a distance of 524.87 feet;

Thence continuing along said centerline, South 46 degrees 40 minutes 39 seconds West a distance of 171.04 feet;

Thence continuing along said centerline, South 37 degrees 11 minutes 30 seconds West a distance of 174.04 feet to a found rebar;

Thence continuing along said centerline, South 31 degrees 18 minutes 13 seconds West a distance of 887.38 feet to the intersection of the centerline of Estanquillo Avenue, as shown on the aforementioned "Desert Carmel Section F", being monumented with a found 3/4" iron pipe;

Thence along said centerline of Estanquillo Avenue, North 62 degrees 10 minutes 29 seconds West a distance of 636.93 feet to the centerline of Castillo Drive;

Thence along said centerline of Castillo Drive, South 23 degrees 39 minutes 16 seconds West a distance of 145.87 feet;

Thence continuing along said centerline of Castillo Drive, South 27 degrees 41 minutes 36 seconds West a distance of 152.98 feet;

Thence continuing along said centerline of Castillo Drive, South 33 degrees 01 minutes 20 seconds West a distance of 120.15 feet;

Thence continuing along said centerline of Castillo Drive, South 38 degrees 07 minutes 34 seconds West a distance of 208.86 feet;

Thence continuing along said centerline of Castillo Drive, South 44 degrees 47 minutes 51 seconds West a distance of 146.79 feet to the centerline of Cochise Drive, monumented with a found 3/4" iron pipe;

Thence along said centerline of Cochise Drive, South 43 degrees 03 minutes 49 seconds East a distance of 92.16 feet;

Thence continuing along said centerline of Cochise Drive, South 39 degrees 31 minutes 17 seconds East a distance of 174.63 feet;

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Thence continuing along said centerline of Cochise Drive, South 34 degrees 53 minutes 22 seconds East a distance of 116.33 feet;

Thence continuing along said centerline of Cochise Drive, South 30 degrees 49 minutes 16 seconds East a distance of 119.33 feet;

Thence continuing along said centerline of Cochise Drive, South 24 degrees 33 minutes 53 seconds East a distance of 295.97 feet;

Thence continuing along said centerline of Cochise Drive, South 21 degrees 49 minutes 46 seconds East a distance of 156.67 feet to the centerline of Finaly Road, monumented with a found 3/4" iron pipe;

Thence along said centerline of Finaly Road, South 68 degrees 02 minutes 10 seconds West a distance of 118.49 feet;

Thence continuing along said centerline of Finaly Road, South 65 degrees 53 minutes 58 seconds West a distance of 216.73 feet;

Thence continuing along said centerline of Finaly Road, South 61 degrees 46 minutes 21 seconds West a distance of 233.68 feet;

Thence continuing along said centerline of Finaly Road, South 59 degrees 37 minutes 17 seconds West a distance of 100.03 feet to the centerline of Fiesta Drive, monumented with a found 3/4" iron pipe;

Thence North 34 degrees 48 minutes 42 seconds West a distance of 78.40 feet to a point on said centerline of Fiesta Drive, monumented with a found 3/4" iron pipe;

Thence South 44 degrees 45 minutes 22 seconds West a distance of 82.57 feet to an aluminum cap, found and accepted as the monument for the center of said Section 17;

Thence along the south line of the aforementioned Northwest quarter of Section 17, also being the south line of the aforementioned "Desert Carmel Section F", South 89 degrees 35 minutes 24 seconds West a distance of 2658.17 feet to the **POINT OF BEGINNING**.

Parcel No. 18:

The Southwest quarter of Section 17, Township 6 South, Range 5 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona;

Except that portion thereof lying within the following described Exception Area 2:

That portion of the Southwest quarter of Section 17, Township 6 South, Range 5 East, of the Gila and Salt River Base and Meridian, Pinal County, Arizona, described as follows:

ORDER NO.: 07260191

POLICY NO.: O-9401-10575

Commencing at a brass cap (flush), found and accepted as the monument for the Southwest corner of said Section 17, from which a brass cap (flush), found and accepted as the monument for the West quarter corner of said Section, bears North 00 degrees 50 minutes 55 seconds West a distance of 2,678.65 feet;

Thence along the West line of said Southwest quarter, North 00 degrees 50 minutes 55 seconds West, a distance of 754.54 feet;

Thence departing said West line, North 89 degrees 18 minutes 55 seconds East, a distance of 50.00 feet to a point on the Easterly right-of-way line of Montgomery Road, being the Point of Beginning;

Thence continuing North 89 degrees 18 minutes 55 seconds East, a distance of 721.54 feet;

Thence parallel with and 771.54 feet East of said West line of the Southwest quarter, South 00 degrees 50 minutes 55 seconds East, a distance of 721.54 feet to a point on the Northerly right-of-way line of Clayton Road;

Thence along said Northerly right-of-way line, parallel with and 33.00 feet North of the South line of said Southwest quarter, South 89 degrees 18 minutes 55 seconds West, a distance of 336.86 feet to a point on the Northeasterly line of the certain Power Line Easement as described in Book 2 of Judgments, page 215, records of Pinal County, Arizona;

Thence along said Northeasterly line, North 41 degrees 48 minutes 39 seconds West, a distance of 586.80 feet to a point on said Easterly right-of-way line of Montgomery Road;

Thence along said Easterly right-of-way line, parallel with and 50.00 feet East of the West line of said Southwest quarter, North 00 degrees 50 minutes 55 seconds West, a distance of 279.52 feet to the Point of Beginning.

Parcel No. 19:

Section 18, Township 6 South, Range 5 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona.

Parcel No. 20:

Section 19, Township 6 South, Range 5 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona;

Except the East half of Lot 4; and also

Except the East half of the Southwest quarter of the Southeast quarter; and also

Except the Southeast quarter of the Southeast quarter; and also

ORDER NO.: 07260191

POLICY NO.: O-9401-10575

Except all minerals and mining rights as reserved in Warranty Deed recorded in Docket 926, page 805.

Parcel No. 21:

The Northeast quarter and Lots 1 and 2 and the East half of the Northwest quarter of Section 30, Township 6 South, Range 5 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona;

Except the North half of the Northeast quarter of the Northeast quarter; and also

Except the North half of the South half of the Northeast quarter of the Northeast quarter; and

Except the North 50 feet for roadway as granted to the State of Arizona in Deed recorded in Book 49 of Deeds, pages 216 and 283.

EXCEPTING FROM ALL PARCELS any oil, gas, petroleum, natural gas, coal, lignite and other hydrocarbons by whatever name, uranium, metals (including, without limitation, copper), and all minerals, gases and geothermal energy and geothermal substances and rights, whatsoever pertaining thereto, as conveyed by Deed recorded in Fee No. 2007-121818 and 2007-121819.